



# San Joaquin Valley

AIR POLLUTION CONTROL DISTRICT



HEALTHY AIR LIVING™

JUN 21 2010

Mr. Martin Lundy  
Chevron USA  
P.O. Box 1392  
Bakersfield, CA 93302

**Re: Notice of Final Decision - ATC / Certificate of Conformity**  
**Facility # S-1141**  
**Project # S-1093861**

Dear Mr. Lundy:

The Air Pollution Control Officer has issued Authority to Construct permits to Chevron USA for its heavy oil facility in the Heavy Oil Western Stationary Source, California. Chevron is lowering SOx and NOx limits, adding flue gas recirculation (FGR) and low NOx burners as necessary on 41 steam generators to comply with Rule 4320.

Enclosed are copies of the Authority to Construct permits and a copy of the notice of final action to be published approximately three days from the date of this letter.

Notice of the District's preliminary decision to issue the Authority to Construct permits with Certificate of Conformity was published on May 18, 2010. The District's analysis of the proposal was also sent to US EPA Region IX on May 18, 2010. No comments were received following the District's preliminary decision on this project.

Thank you for your cooperation in this matter. If you have any questions, please contact Mr. Leonard Scandura, Permit Services Manager, at (661) 392-5500.

Sincerely,

  
David Warner  
Director of Permit Services

Enclosures

c: Robert Rinaldi, Permit Services

Seyed Sadredin

Executive Director/Air Pollution Control Officer

**Northern Region**  
4800 Enterprise Way  
Modesto, CA 95356-8718  
Tel: (209) 557-6400 FAX: (209) 557-6475

**Central Region (Main Office)**  
1990 E. Gettysburg Avenue  
Fresno, CA 93726-0244  
Tel: (559) 230-6000 FAX: (559) 230-6061

**Southern Region**  
34946 Flyover Court  
Bakersfield, CA 93308-9725  
Tel: 661-392-5500 FAX: 661-392-5585



# San Joaquin Valley

AIR POLLUTION CONTROL DISTRICT



JUN 21 2010

Gerardo C. Rios, Chief  
Permits Office  
Air Division  
U.S. EPA - Region IX  
75 Hawthorne St.  
San Francisco, CA 94105

**Re: Notice of Final Decision - ATC / Certificate of Conformity**  
**Facility # S-1141**  
**Project # S-1093861**

Dear Mr. Rios:

The Air Pollution Control Officer has issued Authority to Construct permits to Chevron USA for its heavy oil facility in the Heavy Oil Western Stationary Source, California. Chevron is lowering SOx and NOx limits, adding flue gas recirculation (FGR) and low NOx burners as necessary on 41 steam generators to comply with Rule 4320.

Enclosed are copies of the Authority to Construct permits and a copy of the notice of final action to be published approximately three days from the date of this letter.

Notice of the District's preliminary decision to issue the Authority to Construct permits with Certificate of Conformity was published on May 18, 2010. The District's analysis of the proposal was also sent to CARB on May 18, 2010. No comments were received following the District's preliminary decision on this project.

Thank you for your cooperation in this matter. If you have any questions, please contact Mr. Leonard Scandura, Permit Services Manager, at (661) 392-5500.

Thank you for your cooperation in this matter.

Sincerely,

David Warner  
Director of Permit Services

Enclosures

c: Robert Rinaldi, Permit Services

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Executive Director/Air Pollution Control Officer

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# San Joaquin Valley

AIR POLLUTION CONTROL DISTRICT



## HEALTHY AIR LIVING™

JUN 21 2010

Mike Tollstrup, Chief  
Project Assessment Branch  
Air Resources Board  
P O Box 2815  
Sacramento, CA 95812-2815

**Re: Notice of Final Decision - ATC / Certificate of Conformity**  
**Facility # S-1141**  
**Project # S-1093861**

Dear Mr. Tollstrup:

The Air Pollution Control Officer has issued Authority to Construct permits to Chevron USA for its heavy oil facility in the Heavy Oil Western Stationary Source, California. Chevron is lowering SOx and NOx limits, adding flue gas recirculation (FGR) and low NOx burners as necessary on 41 steam generators to comply with Rule 4320.

Enclosed are copies of the Authority to Construct permits and a copy of the notice of final action to be published approximately three days from the date of this letter.

Notice of the District's preliminary decision to issue the Authority to Construct permits with Certificate of Conformity was published on May 18, 2010. The District's analysis of the proposal was also sent to US EPA Region IX on May 18, 2010. No comments were received following the District's preliminary decision on this project.

Thank you for your cooperation in this matter. If you have any questions, please contact Mr. Leonard Scandura, Permit Services Manager, at (661) 392-5500.

Sincerely,

  
David Warner  
Director of Permit Services

Enclosures

c: Robert Rinaldi, Permit Services

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Executive Director/Air Pollution Control Officer

Northern Region  
4800 Enterprise Way  
Modesto, CA 95356-8718  
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34946 Flyover Court  
Bakersfield, CA 93308-9725  
Tel: 661-392-5500 FAX: 661-392-5585

**NOTICE OF FINAL DECISION  
FOR THE ISSUANCE OF AUTHORITY  
TO CONSTRUCT PERMITS**

NOTICE IS HEREBY GIVEN that the Air Pollution Control Officer has issued Authority to Construct permits to Chevron USA for its heavy oil facility in the Heavy Oil Western Stationary Source, California. Chevron is lowering SOx and NOx limits, adding flue gas recirculation (FGR) and low NOx burners as necessary on 41 steam generators to comply with Rule 4320.

No comments were received following the District's preliminary decision on this project.

The application review for Project #S-1093861, is available for public inspection at [http://www.valleyair.org/notices/public\\_notices\\_idx.htm](http://www.valleyair.org/notices/public_notices_idx.htm) and the District office at the address below. **SAN JOAQUIN VALLEY AIR POLLUTION CONTROL DISTRICT, 34946 FLYOVER COURT, BAKERSFIELD, CA 93308-9725.**



## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-19-25

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**SECTION:** 22 **TOWNSHIP:** 31S **RANGE:** 22E

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR NATURAL GAS FIRED STRUTHERS STEAM GENERATOR #38 (SN 80-37391-2, NB 983, DIS 20629-81) WITH NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER AND AN O2 CONTROLLER: INSTALL FGR AND LIMIT NOX TO 9 PPMV @ 3% O2 FOR RULE 4320 COMPLIANCE

## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. The exhaust stack shall vent vertically upward. The vertical exhaust flow shall not be impeded by a rain cap (flapper ok), roof overhang, or any other obstruction. [District Rule 4102]
4. All required source testing shall conform to the compliance testing procedures described in District Rule 1081 (Last Amended December 16, 1993). [District Rule 1081 and County Rules 108 (Kings), 108.1 (Fresno, Merced, San Joaquin, Tulare, Kern, and Stanislaus), and 110 (Madera)]
5. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

**YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT.** This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Director / APCO

DAVID WARNER, Director of Permit Services

S-1141-19-25 : Jun 15 2010 11:49AM -- RINALDIR : Joint Inspection NOT Required

6. The operator shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.5.2] Federally Enforceable Through Title V Permit
7. Particulate matter emissions shall not exceed 0.1 grain/dscf, calculated to 12% CO<sub>2</sub>, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit
8. Emissions of sulfur compounds from this unit shall not exceed 200 lb per hour, calculated as SO<sub>2</sub>. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rule 2520, 9.4.2 and District Rule 4301, 5.2.1] Federally Enforceable Through Title V Permit
9. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.4.2]
10. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.4.2]
11. If the unit is fired on noncertified gaseous fuel and compliance with SO<sub>x</sub> emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3031, D 4084, D 3246 or grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
12. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.4.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
13. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rule 2520, 9.4.2 and County Rules 404 (Madera), 406 (Fresno), and 407 (Kern, Kings, Merced, San Joaquin, Stanislaus, and Tulare)] Federally Enforceable Through Title V Permit
14. Sulfur emissions shall not exceed 0.11 lb of sulfur per million BTU of heat input, averaged over 3 - one hour periods. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. Compliance may be demonstrated for this unit individually, or by showing that the total emissions of sulfur compounds from all steam generators located at the stationary source with ATC or PTO issued prior to September 12, 1979 does not exceed the emissions that would result if each unit was operating in compliance with the specified limit. [Kern County Rule 424 and District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
15. Nitrogen oxide (NO<sub>x</sub>) emissions shall not exceed 140 lb/hr, calculated as NO<sub>2</sub>. [District Rules 4301, 5.2.2 and 2520, 9.4.2] Federally Enforceable Through Title V Permit
16. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

17. The requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
18. The requirements of SJVUAPCD Rule 4351(Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
19. During a "shakedown" period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NOx emission rate shall not exceed 15 ppmvd @ 3% O2 or 0.018 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4306 and 4320]
20. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit
21. Emission rates shall not exceed: PM10: 21.0 lb/day or 7665 lb/year, SOx: 4.3 lb/day or 1570 lb/year, NOx (as NO2): 54.0 lb/day or 6023 lb/year, VOC: 4.2 lb/day or 1533 lb/year, CO: 40.5 lb/day or 14,783 lb/year. [District Rule 2201] Federally Enforceable Through Title V Permit
22. Emission rates, except during startup and shutdown, shall not exceed any of the following: PM10: 0.014 lb/MMBtu, SOx (as SO2): 0.00285 lb/MMBTU, NOx (as NO2) 9 ppmv @ 3% O2 or 0.011 lb/MMBTU, VOC: 0.0028 lb/MMBtu or CO: 37 ppmvd @ 3% O2. [District Rule 2201, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
23. Source testing to measure NOx and CO emissions shall be conducted within 60 days of initial start-up. [District Rule 2520, 9.4.2, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
24. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. No determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4320. [District Rules 4305, 4306 and 4320]
25. Source testing to measure natural gas-combustion NOx and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
26. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
27. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
28. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
29. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
30. The following test methods shall be used: NOx (ppmv) - EPA Method 7E or ARB Method 100, NOx (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or ARB Method 100, and stack gas oxygen - EPA Method 3 or 3A or ARB Method 100. [District Rules 1081, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
31. Permittee shall maintain records of fuel hhv and cumulative annual fuel use for a period of five years and shall make such records readily available for District inspection upon request. [District Rule 2520, 9.4.2, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

32. The permittee shall monitor and record the stack concentration of NO<sub>x</sub>, CO, and O<sub>2</sub> at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
33. If either the NO<sub>x</sub> or CO concentrations corrected to 3% O<sub>2</sub>, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of the performing the notification and testing required by this condition. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
34. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
35. The permittee shall maintain records of: (1) the date and time of NO<sub>x</sub>, CO, and O<sub>2</sub> measurements, (2) the O<sub>2</sub> concentration in percent and the measured NO<sub>x</sub> and CO concentrations corrected to 3% O<sub>2</sub>, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
36. For emissions source testing, the arithmetic average of three 30-consecutive-minute test runs shall apply. If two of three runs are above an applicable limit the test cannot be used to demonstrate compliance with an applicable limit. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
37. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
38. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
39. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SO<sub>x</sub> (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H<sub>2</sub>S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
40. This ATC shall be implemented concurrently with or subsequent to ATC S-1128-19-23. [District Rule 2201]
41. During start-up and shutdown periods, emissions from the natural gas/vapor recovery gas-fired steam generator shall not exceed either of the following limits: 0.1 lb-NO<sub>x</sub>/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201]
42. All records shall be maintained and retained on-site for a period of at least 5 years and shall be made available for District inspection upon request. [District Rule 1070, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit





## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-38-29

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR C. E. NATCO NATURAL GAS-FIRED STEAM GENERATOR #79 (SN T-6155901-11, NB 9815, DIS 20664-77) WITH A NORTH AMERICAN GLE LOW NOX BURNER WITH FLUE GAS RECIRCULATION (FGR) AND AN O2 CONTROLLER: LIMIT NOX TO 9 PPMV @ 3% O2, DELETE 1.0 GR S/100 SCF LIMIT AND RETAIN 0.00285 LB SOX/MMBTU ALL FOR RULE 4320 COMPLIANCE

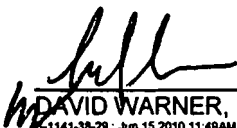
## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101] Federally Enforceable Through Title V Permit
4. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201] Federally Enforceable Through Title V Permit
5. Sulfur compound emissions shall not exceed 0.2% by volume, 2000 ppmv, on a dry basis averaged over 15 consecutive minutes. [County Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus)] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

**YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT.** This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Director / APCO



DAVID WARNER, Director of Permit Services

S-1141-38-29 : Jun 15 2010 11:48AM - RINALDIR : Joint Inspection NOT Required

6. This generator is permitted to operate at the following locations: Sections 8 and NE21 of Township 32S, Range 23E and Sections SW23 and NW27 of Township 31S, Range 22E. [District Rule 2201] Federally Enforceable Through Title V Permit
7. The permittee shall notify the District Compliance Division of each location at which the operation is located in excess of 24 hours. Such notification shall be made no later than 48 hours after starting operation at the location. [District Rule 1070] Federally Enforceable Through Title V Permit
8. Compliance with fuel sulfur limit(s) can be demonstrated either by monitoring sulfur content at locations(s) after all fuel sources are combined prior to incineration, or by monitoring the sulfur content and volume of each fuel source and performing mass balance calculations. Records of monitoring locations, detected sulfur concentrations, and mass balance calculations, if necessary, shall be maintained and kept onsite and made readily available for District inspection upon request. [District Rule 1070] Federally Enforceable Through Title V Permit
9. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
10. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
11. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.4.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
12. Sulfur emissions shall not exceed 0.11 lb of sulfur per million BTU of heat input, averaged over 3 - one hour periods. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. Compliance may be demonstrated for this unit individually, or by showing that the total emissions of sulfur compounds from all steam generators located at the stationary source with ATC or PTO issued prior to September 12, 1979 does not exceed the emissions that would result if each unit was operating in compliance with the specified limit. [Kern County Rule 424 and District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
13. Emissions from the steam generator shall not exceed any of the following limits: 0.00285 lb-SO<sub>x</sub>/MMBtu, 0.014 lb-PM<sub>10</sub>/MMBtu, or 0.006 lb-VOC/MMBtu. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
14. Except during start-up and shutdown periods emissions from the steam generator shall not exceed any of the following limits: 9 ppmvd NO<sub>x</sub> @ 3% O<sub>2</sub> or 0.011 lb-NO<sub>x</sub>/MMBtu or 51 ppmvd CO @ 3% O<sub>2</sub> or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1 and 4320] Federally Enforceable Through Title V Permit
15. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO<sub>x</sub>/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
16. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

17. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25, 3.22 and 4320] Federally Enforceable Through Title V Permit
18. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 54.0 lb-NO<sub>x</sub>/day, 6,023 lb-NO<sub>x</sub>/yr, 56.3 lb-CO/day, and 20,531 lb-CO/yr. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
19. Source testing to measure NO<sub>x</sub> and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 4305, 6.3.1, 4306, 6.3.1 and 4320] Federally Enforceable Through Title V Permit
20. Source testing to measure NO<sub>x</sub> and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District Rule 2201, 4305, 4306, and 4320]
21. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
22. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
23. If the steam generator is not fired on PUC-regulated natural gas, then the sulfur content of the fuel being fired in the steam generator shall be determined using ASTM D 1072, D 3031, D 4084, D 3246, double GC for H<sub>2</sub>S and mercaptans, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
24. If the steam generator is not fired on PUC-regulated natural gas, the sulfur content of each fuel source shall be tested weekly except that if compliance with the fuel sulfur content limit has been demonstrated for 8 consecutive weeks for a fuel source, then the testing frequency shall be semi-annually. If a test shows noncompliance with the sulfur content requirement, the source must return to weekly testing until eight consecutive weeks show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
25. The permittee shall monitor and record the stack concentration of NO<sub>x</sub>, CO, and O<sub>2</sub> at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
26. If either the NO<sub>x</sub> or CO concentrations corrected to 3% O<sub>2</sub>, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of the performing the notification and testing required by this condition. [District Rules 4305, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit

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27. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the permit-to-operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
28. NOx emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
29. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
30. Stack gas oxygen (O2) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
31. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit
32. All required source testing shall conform to the compliance testing procedures described in District Rule 1081 (Last Amended December 16, 1993). [District Rule 1081 and County Rules 108 (Kings), 108.1 (Fresno, Merced, San Joaquin, Tulare, Kern, and Stanislaus), and 110 (Madera)] Federally Enforceable Through Title V Permit
33. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. No determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4320. [District Rules 4305, 5.5.2, 4306, 5.5.2 and 4320] Federally Enforceable Through Title V Permit
34. For emissions source testing, the arithmetic average of three 30-consecutive-minute test runs shall apply. If two of three runs are above an applicable limit the test cannot be used to demonstrate compliance with an applicable limit. [District Rules 4305, 5.5.5, 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit
35. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
36. The permittee shall maintain records of: (1) the date and time of NOx, CO, and O2 measurements, (2) the O2 concentration in percent and the measured NOx and CO concentrations corrected to 3% O2, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
37. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any non-certified fuel. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
38. All records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rules 1070, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
39. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
40. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

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41. This unit is located west of interstate 5 in Kern county. Therefore, the requirements of District Rule 4351(Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
42. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this Authority to Construct shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
43. The EPA Regional Administrator shall be notified by telephone, facsimile, or electronic mail transmission within two (2) working days following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner, which results in an increase in emissions above any allowable emission limit stated in the condition below. In addition, the Regional Administrator shall be notified in writing within fifteen (15) days of any such failure. The notification shall include a description of the malfunctioning equipment or abnormal operation, the date of the initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the condition below, and the methods utilized to mitigate emissions and restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
44. The EPA Regional Administrator, the head of the State Air Pollution Control Agency, the head of the responsible local Air Pollution Control Agency, and/or their authorized representative, upon the presentation of credentials, shall be permitted: A. to enter the premises where the source is located or where any records are required to be kept under the terms and conditions of this Authority to Construct; and B. at reasonable times to have access to and copy any records required to be kept under the terms and conditions of this Authority to Construct; and C. to inspect any equipment, operation, or method required in this Authority to Construct; and D. to sample emissions from the source(s). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
45. In the event of any changes in control or ownership of the facilities to be constructed, the Authority to Construct shall be binding on all subsequent owners and operators. The applicant shall notify the succeeding owner and operator of the existence of this Authority to Construct and its conditions by letter, a copy of which shall be forwarded to the EPA Regional Administrator and the State and local Air Pollution Control Agency. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
46. The provisions of this Authority to Construct are severable, and, if any provision of the Authority to Construct is held invalid, the remainder of this Authority to Construct shall not be affected thereby. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
47. The owner and operator of the proposed facility shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR Parts 52, 60, and 61 and all other applicable federal, state, and local air quality regulations. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
48. Permittee shall consume no more than 6,290 barrels per day of oil on a daily maximum average and no more than 5,700 barrels per day of oil on an annual average basis. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
49. The sulfur content of the fuel shall be no greater than 1.5% by weight on a daily maximum average and no greater than 1.5% by weight on an annual average basis, as determined by ASTM Methods D115-68, D129-64, or D151-64, or equivalent methods approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
50. The amount of fuel burned and the sulfur content of the fuel shall be recorded in a permanent record and shall be available for periodic inspection by the District, the California Air Resource Board, and the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
51. Permittee shall have installed an operable scrubber on the equipment. Exhaust gases from the generator shall be ducted through an operable scrubber. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
52. Permittee shall not discharge into the atmosphere SO<sub>2</sub> in excess of 0.063 lbs/MMBtu. [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

53. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance tests for SO<sub>2</sub>, and furnish the District and the EPA a written report of the results of such tests. The tests for SO<sub>2</sub> shall be conducted on an annual basis. The performance tests shall be conducted for each scrubber required for the generator. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
54. Permittee shall not discharge into the atmosphere NO<sub>x</sub> in excess of 0.277 lb/MMBtu (maximum 2-hour average). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
55. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance test for NO<sub>x</sub>, and furnish the District and the EPA written report of the results of such tests. The tests for NO<sub>x</sub> shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
56. Permittee shall install and operate ammonia injection equipment to control nitrogen oxide emissions on the steam generator. This condition may be amended if other control technologies are determined by EPA to satisfy BACT requirements, in accordance with the periodic BACT review procedure below. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
57. Permittee shall submit updated Best Available Control Technology (BACT) proposals every six months. Based on the information submitted and on other information which is available at that time, EPA may impose more stringent emission limits for NO<sub>x</sub>. In no event shall EPA set a higher emission limit for NO<sub>x</sub>. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
58. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
59. Performance tests for the emission of NO<sub>x</sub> and SO<sub>2</sub> shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources. The EPA shall be notified at least 30 days in advance of such test to allow an observer to be present. In lieu of the above mentioned test methods, equivalent methods may be used if approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
60. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SO<sub>x</sub> (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H<sub>2</sub>S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
61. During a shakedown period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NO<sub>x</sub> emission rate shall not exceed 15 ppmvd @ 3% O<sub>2</sub> or 0.0182 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit



## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-38-30

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR C. E. NATCO NATURAL GAS-FIRED STEAM GENERATOR #79 (SN T-6155901-11, NB 9815, DIS 20664-77) WITH A NORTH AMERICAN GLE LOW NOX BURNER WITH FLUE GAS RECIRCULATION (FGR) AND AN O2 CONTROLLER: DELETE 1.0 GR S/100 SCF LIMIT AND RETAIN 0.00285 LB SOX/MMBTU FOR RULE 4320 COMPLIANCE


## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. No air contaminant shall be discharged into the atmosphere for a period or periods aggregating more than three minutes in any one hour which is as dark as, or darker than, Ringelmann 1 or 20% opacity. [District Rule 4101] Federally Enforceable Through Title V Permit
4. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201] Federally Enforceable Through Title V Permit
5. Sulfur compound emissions shall not exceed 0.2% by volume, 2000 ppmv, on a dry basis averaged over 15 consecutive minutes. [County Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus)] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU **MUST** NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT. This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Director / APCO



DAVID WARNER, Director of Permit Services

S-1141-38-30 : Jun 15 2010 11:48AM - RINALDIR : Joint Inspection NOT Required

6. This generator is permitted to operate at the following locations: Sections 8 and NE21 of Township 32S, Range 23E and Sections SW23 and NW27 of Township 31S, Range 22E. [District Rule 2201] Federally Enforceable Through Title V Permit
7. The permittee shall notify the District Compliance Division of each location at which the operation is located in excess of 24 hours. Such notification shall be made no later than 48 hours after starting operation at the location. [District Rule 1070] Federally Enforceable Through Title V Permit
8. Compliance with fuel sulfur limit(s) can be demonstrated either by monitoring sulfur content at locations(s) after all fuel sources are combined prior to incineration, or by monitoring the sulfur content and volume of each fuel source and performing mass balance calculations. Records of monitoring locations, detected sulfur concentrations, and mass balance calculations, if necessary, shall be maintained and kept onsite and made readily available for District inspection upon request. [District Rule 1070] Federally Enforceable Through Title V Permit
9. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
10. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
11. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.4.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
12. Sulfur emissions shall not exceed 0.11 lb of sulfur per million BTU of heat input, averaged over 3 - one hour periods. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. Compliance may be demonstrated for this unit individually, or by showing that the total emissions of sulfur compounds from all steam generators located at the stationary source with ATC or PTO issued prior to September 12, 1979 does not exceed the emissions that would result if each unit was operating in compliance with the specified limit. [Kern County Rule 424 and District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
13. Emissions from the steam generator shall not exceed any of the following limits: 0.00285 lb-SO<sub>x</sub>/MMBtu, 0.014 lb-PM<sub>10</sub>/MMBtu, or 0.006 lb-VOC/MMBtu. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
14. Except during start-up and shutdown periods emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO<sub>x</sub> @ 3% O<sub>2</sub> or 0.0182 lb-NO<sub>x</sub>/MMBtu or 51 ppmvd CO @ 3% O<sub>2</sub> or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1 and 4320] Federally Enforceable Through Title V Permit
15. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO<sub>x</sub>/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
16. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit

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17. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25, 3.22 and 4320] Federally Enforceable Through Title V Permit
18. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 54.0 lb-NO<sub>x</sub>/day, 9,965 lb-NO<sub>x</sub>/yr, 56.3 lb-CO/day, and 20,531 lb-CO/yr. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
19. Source testing to measure NO<sub>x</sub> and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 4305, 6.3.1, 4306, 6.3.1 and 4320] Federally Enforceable Through Title V Permit
20. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
21. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
22. If the steam generator is not fired on PUC-regulated natural gas, then the sulfur content of the fuel being fired in the steam generator shall be determined using ASTM D 1072, D 3031, D 4084, D 3246, double GC for H<sub>2</sub>S and mercaptans, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
23. If the steam generator is not fired on PUC-regulated natural gas, the sulfur content of each fuel source shall be tested weekly except that if compliance with the fuel sulfur content limit has been demonstrated for 8 consecutive weeks for a fuel source, then the testing frequency shall be semi-annually. If a test shows noncompliance with the sulfur content requirement, the source must return to weekly testing until eight consecutive weeks show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
24. The permittee shall monitor and record the stack concentration of NO<sub>x</sub>, CO, and O<sub>2</sub> at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
25. If either the NO<sub>x</sub> or CO concentrations corrected to 3% O<sub>2</sub>, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of the performing the notification and testing required by this condition. [District Rules 4305, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
26. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the permit-to-operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit

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27. NOx emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
28. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
29. Stack gas oxygen (O2) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
30. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit
31. All required source testing shall conform to the compliance testing procedures described in District Rule 1081 (Last Amended December 16, 1993). [District Rule 1081 and County Rules 108 (Kings), 108.1 (Fresno, Merced, San Joaquin, Tulare, Kern, and Stanislaus), and 110 (Madera)] Federally Enforceable Through Title V Permit
32. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. No determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4320. [District Rules 4305, 5.5.2, 4306, 5.5.2 and 4320] Federally Enforceable Through Title V Permit
33. For emissions source testing, the arithmetic average of three 30-consecutive-minute test runs shall apply. If two of three runs are above an applicable limit the test cannot be used to demonstrate compliance with an applicable limit. [District Rules 4305, 5.5.5, 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit
34. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
35. The permittee shall maintain records of: (1) the date and time of NOx, CO, and O2 measurements, (2) the O2 concentration in percent and the measured NOx and CO concentrations corrected to 3% O2, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
36. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any non-certified fuel. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
37. All records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rules 1070, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
38. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
39. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
40. This unit is located west of interstate 5 in Kern county. Therefore, the requirements of District Rule 4351 (Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
41. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this Authority to Construct shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 78-17] Federally Enforceable Through Title V Permit

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42. The EPA Regional Administrator shall be notified by telephone, facsimile, or electronic mail transmission within two (2) working days following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner, which results in an increase in emissions above any allowable emission limit stated in the condition below. In addition, the Regional Administrator shall be notified in writing within fifteen (15) days of any such failure. The notification shall include a description of the malfunctioning equipment or abnormal operation, the date of the initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the condition below, and the methods utilized to mitigate emissions and restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
43. The EPA Regional Administrator, the head of the State Air Pollution Control Agency, the head of the responsible local Air Pollution Control Agency, and/or their authorized representative, upon the presentation of credentials, shall be permitted: A. to enter the premises where the source is located or where any records are required to be kept under the terms and conditions of this Authority to Construct; and B. at reasonable times to have access to and copy any records required to be kept under the terms and conditions of this Authority to Construct; and C. to inspect any equipment, operation, or method required in this Authority to Construct; and D. to sample emissions from the source(s). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
44. In the event of any changes in control or ownership of the facilities to be constructed, the Authority to Construct shall be binding on all subsequent owners and operators. The applicant shall notify the succeeding owner and operator of the existence of this Authority to Construct and its conditions by letter, a copy of which shall be forwarded to the EPA Regional Administrator and the State and local Air Pollution Control Agency. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
45. The provisions of this Authority to Construct are severable, and, if any provision of the Authority to Construct is held invalid, the remainder of this Authority to Construct shall not be affected thereby. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
46. The owner and operator of the proposed facility shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR Parts 52, 60, and 61 and all other applicable federal, state, and local air quality regulations. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
47. Permittee shall consume no more than 6,290 barrels per day of oil on a daily maximum average and no more than 5,700 barrels per day of oil on an annual average basis. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
48. The sulfur content of the fuel shall be no greater than 1.5% by weight on a daily maximum average and no greater than 1.5% by weight on an annual average basis, as determined by ASTM Methods D115-68, D129-64, or D151-64, or equivalent methods approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
49. The amount of fuel burned and the sulfur content of the fuel shall be recorded in a permanent record and shall be available for periodic inspection by the District, the California Air Resource Board, and the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
50. Permittee shall have installed an operable scrubber on the equipment. Exhaust gases from the generator shall be ducted through an operable scrubber. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
51. Permittee shall not discharge into the atmosphere SO<sub>2</sub> in excess of 0.063 lbs/MMBtu. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
52. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance tests for SO<sub>2</sub>, and furnish the District and the EPA a written report of the results of such tests. The tests for SO<sub>2</sub> shall be conducted on an annual basis. The performance tests shall be conducted for each scrubber required for the generator. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
53. Permittee shall not discharge into the atmosphere NO<sub>x</sub> in excess of 0.277 lb/MMBtu (maximum 2-hour average). [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

54. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance test for NO<sub>x</sub>, and furnish the District and the EPA written report of the results of such tests. The tests for NO<sub>x</sub> shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
55. Permittee shall install and operate ammonia injection equipment to control nitrogen oxide emissions on the steam generator. This condition may be amended if other control technologies are determined by EPA to satisfy BACT requirements, in accordance with the periodic BACT review procedure below. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
56. Permittee shall submit updated Best Available Control Technology (BACT) proposals every six months. Based on the information submitted and on other information which is available at that time, EPA may impose more stringent emission limits for NO<sub>x</sub>. In no event shall EPA set a higher emission limit for NO<sub>x</sub>. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
57. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
58. Performance tests for the emission of NO<sub>x</sub> and SO<sub>2</sub> shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources. The EPA shall be notified at least 30 days in advance of such test to allow an observer to be present. In lieu of the above mentioned test methods, equivalent methods may be used if approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
59. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SO<sub>x</sub> (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H<sub>2</sub>S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
60. Pursuant to Rule 4320, beginning in 2010 the operator shall pay an annual emission fee to the District for NO<sub>x</sub> emissions from this unit for the previous calendar year. Payments are due by July 1 of each year. Payments shall continue annually until either the unit is permanently removed from service in the District or the operator demonstrates compliance with the applicable NO<sub>x</sub> emission limit listed in Rule 4320. [District Rule 4320] Federally Enforceable Through Title V Permit
61. Permittee shall maintain records of annual heat input (MMBtu) for this unit on a calendar year basis. Such records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rules 1070 and Rule 4320] Federally Enforceable Through Title V Permit



## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-43-22

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR NATURAL GAS/TEOR GAS FIRED STRUTHERS STEAM GENERATOR (SG #87, N.B. 998) WITH NORTH AMERICAN GLE ULTRA-LOW NOX BURNER, O2 CONTROLLER, AND FLUE GAS RECIRCULATION (FGR): LIMIT NOX TO 9 PPMV @ 3% O2 AND LIMIT SOX TO 5 GR-S/100 SCF FUEL ALL FOR RULE 4320 COMPLIANCE.

## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. All required source testing shall conform to the compliance testing procedures described in District Rule 1081 (Last Amended December 16, 1993). [District Rule 1081] Federally Enforceable Through Title V Permit
4. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
5. The operator shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit

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**YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT.** This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Director / APCO



DAVID WARNER, Director of Permit Services

S-1141-43-22 : Jun 15 2010 11:48AM - RINALDIR : Joint Inspection NOT Required

6. Particulate matter emissions shall not exceed 0.1 grain/dscf, 0.1 grain/dscf calculated to 12% CO<sub>2</sub>, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit
7. Emissions of sulfur compounds from this unit shall not exceed 200 lb per hour, calculated as SO<sub>2</sub>. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rule 2520, 9.3.2 and District Rule 4301, 5.2.1] Federally Enforceable Through Title V Permit
8. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
9. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
10. If the unit is fired on noncertified gaseous fuel and compliance with SO<sub>x</sub> emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3031, D 4084, D 3246 or grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
11. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.3.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
12. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rules 2520, 9.3.2 and 4801; Kern County Rule 407] Federally Enforceable Through Title V Permit
13. Sulfur emissions shall not exceed 0.11 lb of sulfur per million BTU of heat input, averaged over 3 - one hour periods. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. Compliance may be demonstrated for this unit individually, or by showing that the total emissions of sulfur compounds from all steam generators located at the stationary source with ATC or PTO issued prior to September 12, 1979 does not exceed the emissions that would result if each unit was operating in compliance with the specified limit. [District Rules 2520, 9.3.2 and 4406] Federally Enforceable Through Title V Permit
14. Nitrogen oxide (NO<sub>x</sub>) emissions shall not exceed 140 lb/hr, calculated as NO<sub>2</sub>. [District Rules 4301, 5.2.2 and 2520, 9.3.2] Federally Enforceable Through Title V Permit
15. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
16. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

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17. This unit is located west of interstate 5 in Kern county. Therefore, the requirements of District Rule 4351(Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
18. This generator is permitted to operate at the following locations: Sections 8 and 21 of Township 32S, Range 23E. [District Rule 2201] Federally Enforceable Through Title V Permit
19. The permittee shall notify the District Compliance Division of each location at which the operation is located in excess of 24 hours. Such notification shall be made in writing no later than 48 hours after starting operation at the location. [District Rule 1070] Federally Enforceable Through Title V Permit
20. Steam generator shall be equipped with the following operational instrumentation: fuel gas volume flowmeter, TEOR gas volume flowmeter, and flue gas oxygen monitor. [District Rule 2201, 4305 and 4320] Federally Enforceable Through Title V Permit
21. Exhaust gas stack shall be equipped with adequate provisions facilitating the collection of gas samples consistent with EPA Test Methods. [District Rule 2201 and 1081] Federally Enforceable Through Title V Permit
22. Permittee shall measure and record, at least monthly, the sulfur content and BTU content of the TEOR gas incinerated in this unit. [District Rule 2201 and 4406] Federally Enforceable Through Title V Permit
23. Permittee shall measure and record the fuel gas sulfur content and BTU content at the time of NO<sub>x</sub> testing, except for natural gas purchased from a PUC regulated utility. [District NSR Rule and 4406] Federally Enforceable Through Title V Permit
24. Permittee shall maintain with the permit a current listing of all thermally enhanced well vent control systems providing TEOR vapors to this steam generator and shall make such listing readily available for District inspection upon request [District Rule 2201] Federally Enforceable Through Title V Permit
25. Permittee shall maintain daily records of volume of fuel gas burned, TEOR gas incinerated, and permit number(s) of TEOR systems providing gas for incineration. [District Rule 2201] Federally Enforceable Through Title V Permit
26. Records required by this permit shall be retained at the facility for a period of no less than 5 years and shall be made readily available for District inspection upon request. [District Rule 2201 and 2520, 9.4.2] Federally Enforceable Through Title V Permit
27. Except for periods of startup and shutdown, emission rates shall not exceed any of the following: PM-10: 0.073 lb/MMBtu, NO<sub>x</sub> as NO<sub>2</sub>: 9 ppmv @ 3% O<sub>2</sub> or 0.011 lb/MMBtu, VOC: 0.0056 lb/MMBtu, or CO: 37 ppmv @ 3% O<sub>2</sub> or 0.027 lb/MMBtu. [District Rules 2201, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
28. The combined sulfur content of all fuels supplied to this steam generator shall not exceed 5.0 gr S/100 scf. [District Rules 2201, 4406, and 4320] Federally Enforceable Through Title V Permit
29. Emissions shall not exceed any of the following: 54 lb NO<sub>x</sub>/day, 6,023 lb NO<sub>x</sub>/year, 109.5 lb PM<sub>10</sub>/day, 40.5 lb CO/day, 8.4 lb VOC/day. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
30. Permittee shall maintain records of duration of each start-up and shutdown, for a period of five years and make such records readily available for District inspection upon request. [District Rule 4306 and 4320] Federally Enforceable Through Title V Permit
31. The permittee shall monitor and record the stack concentration of NO<sub>x</sub>, CO, and O<sub>2</sub> at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

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32. If either the NOX or CO concentrations corrected to 3% O<sub>2</sub>, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of the performing the notification and testing required by this condition. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
33. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the permit-to-operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
34. The permittee shall maintain records of: (1) the date and time of NOX, CO, and O<sub>2</sub> measurements, (2) the O<sub>2</sub> concentration in percent and the measured NOX and CO concentrations corrected to 3% O<sub>2</sub>, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
35. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
36. Source testing to measure natural gas-combustion NO<sub>x</sub> and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 4305, 4306 and 4320]
37. Source testing to measure NO<sub>x</sub> and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District Rule 2201, 4305, 4306, and 4320]
38. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081]
39. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
40. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 4306 and 4320]
41. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, PM<sub>10</sub> - EPA Method 5, and gas sulfur content - ASTM D3246 or double GC for H<sub>2</sub>S and mercaptans. [District Rules 1081, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
42. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. No determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4320. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
43. Permittee shall pave and maintain with asphalt no less than 0.45 miles of roadway. The 0.45 miles of roadway constructed are in addition to new roadways associated with other steam injection and oil production well projects. [District NSR Rule] Federally Enforceable Through Title V Permit

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44. Emissions for this unit shall be calculated using the arithmetic mean, pursuant to District Rule 1081 (Amended December 16, 1993), of 3 thirty-minute test runs for NO<sub>x</sub> and CO. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
45. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this Authority to Construct shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
46. The EPA Regional Administrator shall be notified by telephone, facsimile, or electronic mail transmission within two (2) working days following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner, which results in an increase in emissions above any allowable emission limit stated in the condition below. In addition, the Regional Administrator shall be notified in writing within fifteen (15) days of any such failure. The notification shall include a description of the malfunctioning equipment or abnormal operation, the date of the initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the condition below, and the methods utilized to mitigate emissions and restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
47. The EPA Regional Administrator, the head of the State Air Pollution Control Agency, the head of the responsible local Air Pollution Control Agency, and/or their authorized representative, upon the presentation of credentials, shall be permitted: A. to enter the premises where the source is located or where any records are required to be kept under the terms and conditions of this Authority to Construct; and B. at reasonable times to have access to and copy any records required to be kept under the terms and conditions of this Authority to Construct; and C. to inspect any equipment, operation, or method required in this Authority to Construct; and D. to sample emissions from the source(s). [PSD SJ 78-16] Federally Enforceable Through Title V Permit
48. In the event of any changes in control or ownership of the facilities to be constructed, the Authority to Construct shall be binding on all subsequent owners and operators. The applicant shall notify the succeeding owner and operator of the existence of this Authority to Construct and its conditions by letter, a copy of which shall be forwarded to the EPA Regional Administrator and the State and local Air Pollution Control Agency. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
49. The provisions of this Authority to Construct are severable, and, if any provision of the Authority to Construct is held invalid, the remainder of this Authority to Construct shall not be affected thereby. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
50. The owner and operator of the proposed facility shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR Parts 52, 60, and 61 and all other applicable federal, state, and local air quality regulations. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
51. Permittee shall consume no more than 5125 barrels per day of oil on a daily maximum average and no more than 4648 barrels per day of oil on an annual average basis. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
52. The sulfur content of the fuel shall be no greater than 1.5% by weight on a daily maximum average and no greater than 1.5% by weight on an annual average basis, as determined by ASTM Methods D115-68, D129-64, or D151-64, or equivalent methods approved by the EPA. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
53. The amount of fuel burned and the sulfur content of the fuel shall be recorded in a permanent record and shall be available for periodic inspection by the District, the California Air Resource Board, and the EPA. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
54. Permittee shall have installed operable scrubbers on the equipment. Exhaust gases from the generators shall be ducted through operable scrubbers. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
55. Permittee shall not discharge into the atmosphere SO<sub>2</sub> in excess of 0.063 lbs/MMBtu. [PSD SJ 78-16] Federally Enforceable Through Title V Permit

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56. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance tests for SO<sub>2</sub>, and furnish the District and the EPA a written report of the results of such tests. The tests for SO<sub>2</sub> shall be conducted on an annual basis. The performance tests shall be conducted for each scrubber required for the generator. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
57. Permittee shall not discharge into the atmosphere NO<sub>x</sub> in excess of 0.277 lb/MMBtu (maximum 2-hour average). [PSD SJ 78-16] Federally Enforceable Through Title V Permit
58. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance test for NO<sub>x</sub>, and furnish the District and the EPA written report of the results of such tests. The tests for NO<sub>x</sub> shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
59. Permittee shall install and operate ammonia injection equipment to control nitrogen oxide emissions on the steam generator. This condition may be amended if other control technologies are determined by EPA to satisfy BACT requirements, in accordance with the periodic BACT review procedure below. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
60. Permittee shall submit updated Best Available Control Technology (BACT) proposals every six months. Based on the information submitted and on other information which is available at that time, EPA may impose more stringent emission limits for NO<sub>x</sub>. In no event shall EPA set a higher emission limit for NO<sub>x</sub>. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
61. Performance tests for the emission of NO<sub>x</sub> and SO<sub>2</sub> shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources. The EPA shall be notified at least 30 days in advance of such test to allow an observer to be present. In lieu of the above mentioned test methods, equivalent methods may be used if approved by the EPA. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
62. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
63. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
64. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
65. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SO<sub>x</sub> (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H<sub>2</sub>S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
66. During start-up and shutdown periods, emissions from the natural gas/vapor recovery gas-fired steam generator shall not exceed either of the following limits: 0.1 lb-NO<sub>x</sub>/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201]
67. During a shakedown period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NO<sub>x</sub> emission rate shall not exceed 15 ppmvd @ 3% O<sub>2</sub> or 0.0182 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit



## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-43-23

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR NATURAL GAS/TEOR GAS FIRED STRUTHERS STEAM GENERATOR (SG #87, N.B. 998) WITH NORTH AMERICAN GLE ULTRA-LOW NOX BURNER, O2 CONTROLLER, AND FLUE GAS RECIRCULATION (FGR): LIMIT SOX TO 5 GR-S/100 SCF FUEL ALL FOR RULE 4320 COMPLIANCE.

## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. All required source testing shall conform to the compliance testing procedures described in District Rule 1081 (Last Amended December 16, 1993). [District Rule 1081] Federally Enforceable Through Title V Permit
4. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
5. The operator shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
6. Particulate matter emissions shall not exceed 0.1 grain/dscf, 0.1 grain/dscf calculated to 12% CO<sub>2</sub>, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

**YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT.** This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Sayed Sadredin, Executive Director / APCO

DAVID WARNER, Director of Permit Services

S-1141-43-23 : Jun 15 2010 11:50AM - RINALDIR : Joint Inspection NOT Required

7. Emissions of sulfur compounds from this unit shall not exceed 200 lb per hour, calculated as SO<sub>2</sub>. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rule 2520, 9.3.2 and District Rule 4301, 5.2.1] Federally Enforceable Through Title V Permit
8. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
9. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory and EPA Method 19 to calculate emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
10. If the unit is fired on noncertified gaseous fuel and compliance with SO<sub>x</sub> emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3031, D 4084, D 3246 or grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
11. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.3.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
12. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rules 2520, 9.3.2 and 4801; Kern County Rule 407] Federally Enforceable Through Title V Permit
13. Sulfur emissions shall not exceed 0.11 lb of sulfur per million BTU of heat input, averaged over 3 - one hour periods. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. Compliance may be demonstrated for this unit individually, or by showing that the total emissions of sulfur compounds from all steam generators located at the stationary source with ATC or PTO issued prior to September 12, 1979 does not exceed the emissions that would result if each unit was operating in compliance with the specified limit. [District Rules 2520, 9.3.2 and 4406] Federally Enforceable Through Title V Permit
14. Nitrogen oxide (NO<sub>x</sub>) emissions shall not exceed 140 lb/hr, calculated as NO<sub>2</sub>. [District Rules 4301, 5.2.2 and 2520, 9.3.2] Federally Enforceable Through Title V Permit
15. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
16. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

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17. This unit is located west of interstate 5 in Kern county. Therefore, the requirements of District Rule 4351(Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
18. This generator is permitted to operate at the following locations: Sections 8 and 21 of Township 32S, Range 23E. [District Rule 2201] Federally Enforceable Through Title V Permit
19. The permittee shall notify the District Compliance Division of each location at which the operation is located in excess of 24 hours. Such notification shall be made in writing no later than 48 hours after starting operation at the location. [District Rule 1070] Federally Enforceable Through Title V Permit
20. Steam generator shall be equipped with the following operational instrumentation: fuel gas volume flowmeter, TEOR gas volume flowmeter, and flue gas oxygen monitor. [District Rule 2201, 4305 and 4320] Federally Enforceable Through Title V Permit
21. Exhaust gas stack shall be equipped with adequate provisions facilitating the collection of gas samples consistent with EPA Test Methods. [District Rule 2201 and 1081] Federally Enforceable Through Title V Permit
22. Permittee shall measure and record, at least monthly, the sulfur content and BTU content of the TEOR gas incinerated in this unit. [District Rule 2201 and 4406] Federally Enforceable Through Title V Permit
23. Permittee shall measure and record the fuel gas sulfur content and BTU content at the time of NOx testing, except for natural gas purchased from a PUC regulated utility. [District NSR Rule and 4406] Federally Enforceable Through Title V Permit
24. Permittee shall maintain with the permit a current listing of all thermally enhanced well vent control systems providing TEOR vapors to this steam generator and shall make such listing readily available for District inspection upon request [District Rule 2201] Federally Enforceable Through Title V Permit
25. Permittee shall maintain daily records of volume of fuel gas burned, TEOR gas incinerated, and permit number(s) of TEOR systems providing gas for incineration. [District Rule 2201] Federally Enforceable Through Title V Permit
26. Records required by this permit shall be retained at the facility for a period of no less than 5 years and shall be made readily available for District inspection upon request. [District Rule 2201 and 2520, 9.4.2] Federally Enforceable Through Title V Permit
27. Except for periods of startup and shutdown, emission rates shall not exceed any of the following: PM-10: 0.073 lb/MMBtu, NOx as NO2: 15 ppmv @ 3% O2 or 0.018 lb/MMBtu, VOC: 0.0056 lb/MMBtu, or CO: 37 ppmv @ 3% O2 or 0.027 lb/MMBtu. [District Rules 2201, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
28. The combined sulfur content of all fuels supplied to this steam generator shall not exceed 5.0 gr S/100 scf. [District Rules 2201, 4406, and 4320] Federally Enforceable Through Title V Permit
29. Emissions shall not exceed any of the following: 54 lb NOx/day, 9,855 lb NOx/year, 109.5 lb PM10/day, 40.5 lb CO/day, 8.4 lb VOC/day. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
30. Permittee shall maintain records of duration of each start-up and shutdown, for a period of five years and make such records readily available for District inspection upon request. [District Rule 4306 and 4320] Federally Enforceable Through Title V Permit
31. The permittee shall monitor and record the stack concentration of NOx, CO, and O2 at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

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32. If either the NOX or CO concentrations corrected to 3% O<sub>2</sub>, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of the performing the notification and testing required by this condition. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
33. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the permit-to-operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
34. The permittee shall maintain records of: (1) the date and time of NOX, CO, and O<sub>2</sub> measurements, (2) the O<sub>2</sub> concentration in percent and the measured NOX and CO concentrations corrected to 3% O<sub>2</sub>, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
35. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
36. Source testing to measure natural gas-combustion NO<sub>x</sub> and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 4305, 4306 and 4320]
37. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081]
38. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
39. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 4306 and 4320]
40. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, PM<sub>10</sub> - EPA Method 5, and gas sulfur content - ASTM D3246 or double GC for H<sub>2</sub>S and mercaptans. [District Rules 1081, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
41. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. No determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4320. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
42. Permittee shall pave and maintain with asphalt no less than 0.45 miles of roadway. The 0.45 miles of roadway constructed are in addition to new roadways associated with other steam injection and oil production well projects. [District NSR Rule] Federally Enforceable Through Title V Permit
43. Emissions for this unit shall be calculated using the arithmetic mean, pursuant to District Rule 1081 (Amended December 16, 1993), of 3 thirty-minute test runs for NO<sub>x</sub> and CO. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

44. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this Authority to Construct shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
45. The EPA Regional Administrator shall be notified by telephone, facsimile, or electronic mail transmission within two (2) working days following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner, which results in an increase in emissions above any allowable emission limit stated in the condition below. In addition, the Regional Administrator shall be notified in writing within fifteen (15) days of any such failure. The notification shall include a description of the malfunctioning equipment or abnormal operation, the date of the initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the condition below, and the methods utilized to mitigate emissions and restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
46. The EPA Regional Administrator, the head of the State Air Pollution Control Agency, the head of the responsible local Air Pollution Control Agency, and/or their authorized representative, upon the presentation of credentials, shall be permitted: A. to enter the premises where the source is located or where any records are required to be kept under the terms and conditions of this Authority to Construct; and B. at reasonable times to have access to and copy any records required to be kept under the terms and conditions of this Authority to Construct; and C. to inspect any equipment, operation, or method required in this Authority to Construct; and D. to sample emissions from the source(s). [PSD SJ 78-16] Federally Enforceable Through Title V Permit
47. In the event of any changes in control or ownership of the facilities to be constructed, the Authority to Construct shall be binding on all subsequent owners and operators. The applicant shall notify the succeeding owner and operator of the existence of this Authority to Construct and its conditions by letter, a copy of which shall be forwarded to the EPA Regional Administrator and the State and local Air Pollution Control Agency. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
48. The provisions of this Authority to Construct are severable, and, if any provision of the Authority to Construct is held invalid, the remainder of this Authority to Construct shall not be affected thereby. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
49. The owner and operator of the proposed facility shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR Parts 52, 60, and 61 and all other applicable federal, state, and local air quality regulations. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
50. Permittee shall consume no more than 5125 barrels per day of oil on a daily maximum average and no more than 4648 barrels per day of oil on an annual average basis. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
51. The sulfur content of the fuel shall be no greater than 1.5% by weight on a daily maximum average and no greater than 1.5% by weight on an annual average basis, as determined by ASTM Methods D115-68, D129-64, or D151-64, or equivalent methods approved by the EPA. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
52. The amount of fuel burned and the sulfur content of the fuel shall be recorded in a permanent record and shall be available for periodic inspection by the District, the California Air Resource Board, and the EPA. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
53. Permittee shall have installed operable scrubbers on the equipment. Exhaust gases from the generators shall be ducted through operable scrubbers. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
54. Permittee shall not discharge into the atmosphere SO<sub>2</sub> in excess of 0.063 lbs/MMBtu. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
55. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance tests for SO<sub>2</sub>, and furnish the District and the EPA a written report of the results of such tests. The tests for SO<sub>2</sub> shall be conducted on an annual basis. The performance tests shall be conducted for each scrubber required for the generator. [PSD SJ 78-16] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

56. Permittee shall not discharge into the atmosphere NO<sub>x</sub> in excess of 0.277 lb/MMBtu (maximum 2-hour average). [PSD SJ 78-16] Federally Enforceable Through Title V Permit
57. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance test for NO<sub>x</sub>, and furnish the District and the EPA written report of the results of such tests. The tests for NO<sub>x</sub> shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
58. Permittee shall install and operate ammonia injection equipment to control nitrogen oxide emissions on the steam generator. This condition may be amended if other control technologies are determined by EPA to satisfy BACT requirements, in accordance with the periodic BACT review procedure below. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
59. Permittee shall submit updated Best Available Control Technology (BACT) proposals every six months. Based on the information submitted and on other information which is available at that time, EPA may impose more stringent emission limits for NO<sub>x</sub>. In no event shall EPA set a higher emission limit for NO<sub>x</sub>. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
60. Performance tests for the emission of NO<sub>x</sub> and SO<sub>2</sub> shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources. The EPA shall be notified at least 30 days in advance of such test to allow an observer to be present. In lieu of the above mentioned test methods, equivalent methods may be used if approved by the EPA. [PSD SJ 78-16] Federally Enforceable Through Title V Permit
61. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
62. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
63. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
64. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SO<sub>x</sub> (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H<sub>2</sub>S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
65. During start-up and shutdown periods, emissions from the natural gas/vapor recovery gas-fired steam generator shall not exceed either of the following limits: 0.1 lb-NO<sub>x</sub>/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201]
66. Pursuant to Rule 4320, beginning in 2010 the operator shall pay an annual emission fee to the District for NO<sub>x</sub> emissions from this unit for the previous calendar year. Payments are due by July 1 of each year. Payments shall continue annually until either the unit is permanently removed from service in the District or the operator demonstrates compliance with the applicable NO<sub>x</sub> emission limit listed in Rule 4320. [District Rule 4320] Federally Enforceable Through Title V Permit
67. Permittee shall maintain records of annual heat input (MMBtu) for this unit on a calendar year basis. Such records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rules 1070 and Rule 4320] Federally Enforceable Through Title V Permit





## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-47-27

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR STRUTHERS NATURAL GAS-FIRED STEAM GENERATOR #95 (SN 80-37387-4, NB 967, DIS 12810-85) WITH FLUE GAS RECIRCULATION (FGR), NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER AND AN O2 ANALYZER/CONTROLLER: LIMIT NOX TO 9 PPMV @ 3% O2 AND RESTATE SOX LIMIT TO 0.00285 LB SOX/MMBTU ALL FOR RULE 4320 COMPLIANCE

## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
4. The operator shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
5. Particulate matter emissions shall not exceed 0.1 grain/dscf, calculated to 12% CO<sub>2</sub>, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

**YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT.** This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Director / APCO

  
DAVID WARNER, Director of Permit Services

6. Emissions of sulfur compounds from this unit shall not exceed 200 lb per hour, calculated as SO<sub>2</sub>. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rule 2520, 9.3.2 and District Rule 4301, 5.2.1] Federally Enforceable Through Title V Permit
7. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
8. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
9. If the unit is fired on noncertified gaseous fuel and compliance with SO<sub>x</sub> emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3031, D 4084, D 3246 or grab sample analysis by GC-FPD/TCD or Double GC performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
10. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.3.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
11. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rule 2520, 9.3.2 and County Rules 404 (Madera), 406 (Fresno), and 407 (Kern, Kings, Merced, San Joaquin, Stanislaus, and Tulare)] Federally Enforceable Through Title V Permit
12. Sulfur emissions shall not exceed 0.11 lb of sulfur per million BTU of heat input, averaged over 3 - one hour periods. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. Compliance may be demonstrated for this unit individually, or by showing that the total emissions of sulfur compounds from all steam generators located at the stationary source with ATC or PTO issued prior to September 12, 1979 does not exceed the emissions that would result if each unit was operating in compliance with the specified limit. [Kern County Rule 424 and District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
13. Nitrogen oxide (NO<sub>x</sub>) emissions shall not exceed 140 lb/hr, calculated as NO<sub>2</sub>. [District Rules 4301, 5.2.2 and 2520, 9.3.2] Federally Enforceable Through Title V Permit
14. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
15. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

16. This unit is located west of interstate 5 in Kern county. Therefore, the requirements of District Rule 4351(Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
17. This generator is permitted to operate at the following locations: Sections 17, 21, 22, 26, and 27 of Township 31S, Range 22E and Sections 17, 21 and 26 of Township 32S, Range 23E. [District Rule 2201] Federally Enforceable Through Title V Permit
18. The permittee shall notify the District Compliance Division of each location at which the operation is located in excess of 24 hours. Such notification shall be made no later than 48 hours after starting operation at the location. [District Rule 2201] Federally Enforceable Through Title V Permit
19. Steam generator shall be equipped with the following operational instrumentation: fuel gas volume flowmeter, and flue gas oxygen monitor. [District Rule 2201, 4305 and 4320] Federally Enforceable Through Title V Permit
20. Emission rates shall not exceed any of the following: PM10: 0.005 lb/MMBtu, SOx (as S): 0.00285 lb/MMBTU, VOC: 0.003 lb/MMBtu or CO: 25 ppmvd @ 3% O2. [District Rules 2201, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
21. Except during start-up and shutdown periods NOx emissions from the steam generator shall not exceed any of the following limits: 9 ppmvd NOx @ 3% O2 or 0.011 lb-NOx/MMBtu. [District Rule 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1 and 4320] Federally Enforceable Through Title V Permit
22. Emissions of NOx shall not exceed 54.0 lb/day. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
23. Source testing to measure NOx and CO emissions shall be conducted within 60 days of recommencing operation of this unit. [District Rule 4305 and 4320] Federally Enforceable Through Title V Permit
24. Source testing to demonstrate compliance with NOx and CO emission limits shall be conducted not less than once every 12 months. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
25. Source testing to demonstrate compliance with NOx and CO emission limits shall be conducted not less than once every 36 months if compliance is demonstrated on two consecutive annual tests. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
26. If permittee fails any compliance demonstration for NOx and CO emission limits when testing not less than once every 36 months, compliance with NOx and CO emission limits shall be demonstrated not less than once every 12 months. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
27. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
28. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
29. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
30. Records required by this permit shall be retained at the facility for a period of no less than 5 years and shall be made readily available for District inspection upon request. [District Rule 2201] Federally Enforceable Through Title V Permit
31. The following test methods shall be used: NOx (ppmv) - EPA Method 7E or ARB Method 100, NOx (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, PM10 - EPA Method 5, and gas sulfur content - ASTM D3246 or double GC for H2S and mercaptans. [District Rules 1081, 4305 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

32. The permittee shall monitor and record the stack concentration of NO<sub>x</sub>, CO, and O<sub>2</sub> at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
33. If either the NO<sub>x</sub> or CO concentrations corrected to 3% O<sub>2</sub>, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
34. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
35. The permittee shall maintain records of: (1) the date and time of NO<sub>x</sub>, CO, and O<sub>2</sub> measurements, (2) the O<sub>2</sub> concentration in percent and the measured NO<sub>x</sub> and CO concentrations corrected to 3% O<sub>2</sub>, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
36. The portable analyzer shall be calibrated prior to each use with a two-point calibration method (zero and span). Calibration shall be performed with certified calibration gases. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
37. Emissions for this unit shall be calculated using the arithmetic mean, pursuant to District Rule 1081 (Amended December 16, 1993), of 3 thirty-minute test runs for NO<sub>x</sub> and CO. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
38. The unit shall only be fired on natural gas. [District Rule 2201] Federally Enforceable Through Title V Permit
39. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this Authority to Construct shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
40. The EPA Regional Administrator shall be notified by telephone, facsimile, or electronic mail transmission within two (2) working days following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner, which results in an increase in emissions above any allowable emission limit stated in the condition below. In addition, the Regional Administrator shall be notified in writing within fifteen (15) days of any such failure. The notification shall include a description of the malfunctioning equipment or abnormal operation, the date of the initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the condition below, and the methods utilized to mitigate emissions and restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

41. The EPA Regional Administrator, the head of the State Air Pollution Control Agency, the head of the responsible local Air Pollution Control Agency, and/or their authorized representative, upon the presentation of credentials, shall be permitted: A. to enter the premises where the source is located or where any records are required to be kept under the terms and conditions of this Authority to Construct; and B. at reasonable times to have access to and copy any records required to be kept under the terms and conditions of this Authority to Construct; and C. to inspect any equipment, operation, or method required in this Authority to Construct; and D. to sample emissions from the source(s). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
42. In the event of any changes in control or ownership of the facilities to be constructed, the Authority to Construct shall be binding on all subsequent owners and operators. The applicant shall notify the succeeding owner and operator of the existence of this Authority to Construct and its conditions by letter, a copy of which shall be forwarded to the EPA Regional Administrator and the State and local Air Pollution Control Agency. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
43. The provisions of this Authority to Construct are severable, and, if any provision of the Authority to Construct is held invalid, the remainder of this Authority to Construct shall not be affected thereby. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
44. The owner and operator of the proposed facility shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR Parts 52, 60, and 61 and all other applicable federal, state, and local air quality regulations. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
45. Permittee shall consume no more than 6290 barrels per day of oil on a daily maximum average and no more than 5700 barrels per day of oil on an annual average basis. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
46. The sulfur content of the fuel shall be no greater than 1.5% by weight on a daily maximum average and no greater than 1.5% by weight on an annual average basis, as determined by ASTM Methods D115-68, D129-64, or D151-64, or equivalent methods approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
47. The amount of fuel burned and the sulfur content of the fuel shall be recorded in a permanent record and shall be available for periodic inspection by the District, the California Air Resource Board, and the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
48. Permittee shall have installed operable scrubbers on the equipment. Exhaust gases from the generators shall be ducted through operable scrubbers. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
49. Permittee shall not discharge into the atmosphere SO<sub>2</sub> in excess of 0.063 lbs/MMBtu. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
50. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance tests for SO<sub>2</sub>, and furnish the District and the EPA a written report of the results of such tests. The tests for SO<sub>2</sub> shall be conducted on an annual basis. The performance tests shall be conducted for each scrubber required for the generator. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
51. Permittee shall not discharge into the atmosphere NO<sub>x</sub> in excess of 0.277 lb/MMBtu (maximum 2-hour average). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
52. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance test for NO<sub>x</sub>, and furnish the District and the EPA written report of the results of such tests. The tests for NO<sub>x</sub> shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
53. Permittee shall install and operate ammonia injection equipment to control nitrogen oxide emissions on the steam generator. This condition may be amended if other control technologies are determined by EPA to satisfy BACT requirements, in accordance with the periodic BACT review procedure below. [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

54. Permittee shall submit updated Best Available Control Technology (BACT) proposals every six months. Based on the information submitted and on other information which is available at that time, EPA may impose more stringent emission limits for NOx. In no event shall EPA set a higher emission limit for NOx. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
55. Performance tests for the emission of NOx and SO2 shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources. The EPA shall be notified at least 30 days in advance of such test to allow an observer to be present. In lieu of the above mentioned test methods, equivalent methods may be used if approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
56. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
57. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
58. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
59. The following test methods shall be used: NOx (ppmv) - EPA Method 7E or ARB Method 100, NOx (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SOx (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H2S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
60. During start-up and shutdown periods, emissions from the natural gas/vapor recovery gas-fired steam generator shall not exceed either of the following limits: 0.1 lb-NOx/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201]
61. During a shakedown period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NOx emission rate shall not exceed 15 ppmvd @ 3% O2 or 0.0182 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320]
62. This ATC shall be implemented concurrently with or subsequent to ATC S-1141-47-26. [District Rule 2201] Federally Enforceable Through Title V Permit



## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-47-28

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**SECTION:** SE22 **TOWNSHIP:** 31S **RANGE:** 22E

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR STRUTHERS NATURAL GAS-FIRED STEAM GENERATOR #95 (SN 80-37387-4, NB 967, DIS 12810-85) WITH FLUE GAS RECIRCULATION (FGR), NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER AND AN O2 ANALYZER/CONTROLLER: RESTATE SOX LIMIT TO 0.00285 LB SOX/MMBTU FOR RULE 4320 COMPLIANCE

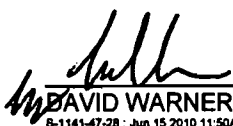
## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
4. The operator shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
5. Particulate matter emissions shall not exceed 0.1 grain/dscf, calculated to 12% CO<sub>2</sub>, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

**YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT.** This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Director / APCO



DAVID WARNER, Director of Permit Services  
S-1141-47-28 : Jun 15 2010 11:50AM - RINALDIR : Joint Inspection NOT Required

6. Emissions of sulfur compounds from this unit shall not exceed 200 lb per hour, calculated as SO<sub>2</sub>. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rule 2520, 9.3.2 and District Rule 4301, 5.2.1] Federally Enforceable Through Title V Permit
7. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
8. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
9. If the unit is fired on noncertified gaseous fuel and compliance with SO<sub>x</sub> emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3031, D 4084, D 3246 or grab sample analysis by GC-FPD/TCD or Double GC performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
10. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.3.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
11. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rule 2520, 9.3.2 and County Rules 404 (Madera), 406 (Fresno), and 407 (Kern, Kings, Merced, San Joaquin, Stanislaus, and Tulare)] Federally Enforceable Through Title V Permit
12. Sulfur emissions shall not exceed 0.11 lb of sulfur per million BTU of heat input, averaged over 3 - one hour periods. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. Compliance may be demonstrated for this unit individually, or by showing that the total emissions of sulfur compounds from all steam generators located at the stationary source with ATC or PTO issued prior to September 12, 1979 does not exceed the emissions that would result if each unit was operating in compliance with the specified limit. [Kern County Rule 424 and District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
13. Nitrogen oxide (NO<sub>x</sub>) emissions shall not exceed 140 lb/hr, calculated as NO<sub>2</sub>. [District Rules 4301, 5.2.2 and 2520, 9.3.2] Federally Enforceable Through Title V Permit
14. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
15. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE



16. This unit is located west of interstate 5 in Kern county. Therefore, the requirements of District Rule 4351(Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
17. This generator is permitted to operate at the following locations: Sections 17, 21, 22, 26, and 27 of Township 31S, Range 22E and Sections 17, 21 and 26 of Township 32S, Range 23E. [District Rule 2201] Federally Enforceable Through Title V Permit
18. The permittee shall notify the District Compliance Division of each location at which the operation is located in excess of 24 hours. Such notification shall be made no later than 48 hours after starting operation at the location. [District Rule 2201] Federally Enforceable Through Title V Permit
19. Steam generator shall be equipped with the following operational instrumentation: fuel gas volume flowmeter, and flue gas oxygen monitor. [District Rule 2201, 4305 and 4320] Federally Enforceable Through Title V Permit
20. Emission rates shall not exceed any of the following: PM10: 0.005 lb/MMBtu, SOx (as S): 0.00285 lb/MMBTU, VOC: 0.003 lb/MMBtu or CO: 25 ppmvd @ 3% O2. [District Rules 2201, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
21. Except during start-up and shutdown periods NOx emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NOx @ 3% O2 or 0.0182 lb-NOx/MMBtu. [District Rule 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1 and 4320] Federally Enforceable Through Title V Permit
22. Emissions of NOx shall not exceed 54.0 lb/day. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
23. Source testing to measure NOx and CO emissions shall be conducted within 60 days of recommencing operation of this unit. [District Rule 4305 and 4320] Federally Enforceable Through Title V Permit
24. Source testing to demonstrate compliance with NOx and CO emission limits shall be conducted not less than once every 12 months. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
25. Source testing to demonstrate compliance with NOx and CO emission limits shall be conducted not less than once every 36 months if compliance is demonstrated on two consecutive annual tests. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
26. If permittee fails any compliance demonstration for NOx and CO emission limits when testing not less than once every 36 months, compliance with NOx and CO emission limits shall be demonstrated not less than once every 12 months. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
27. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
28. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
29. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
30. Records required by this permit shall be retained at the facility for a period of no less than 5 years and shall be made readily available for District inspection upon request. [District Rule 2201] Federally Enforceable Through Title V Permit
31. The following test methods shall be used: NOx (ppmv) - EPA Method 7E or ARB Method 100, NOx (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, PM10 - EPA Method 5, and gas sulfur content - ASTM D3246 or double GC for H2S and mercaptans. [District Rules 1081, 4305 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

32. The permittee shall monitor and record the stack concentration of NO<sub>x</sub>, CO, and O<sub>2</sub> at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
33. If either the NO<sub>x</sub> or CO concentrations corrected to 3% O<sub>2</sub>, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
34. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
35. The permittee shall maintain records of: (1) the date and time of NO<sub>x</sub>, CO, and O<sub>2</sub> measurements, (2) the O<sub>2</sub> concentration in percent and the measured NO<sub>x</sub> and CO concentrations corrected to 3% O<sub>2</sub>, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
36. The portable analyzer shall be calibrated prior to each use with a two-point calibration method (zero and span). Calibration shall be performed with certified calibration gases. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
37. Emissions for this unit shall be calculated using the arithmetic mean, pursuant to District Rule 1081 (Amended December 16, 1993), of 3 thirty-minute test runs for NO<sub>x</sub> and CO. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
38. The unit shall only be fired on natural gas. [District Rule 2201] Federally Enforceable Through Title V Permit
39. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this Authority to Construct shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
40. The EPA Regional Administrator shall be notified by telephone, facsimile, or electronic mail transmission within two (2) working days following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner, which results in an increase in emissions above any allowable emission limit stated in the condition below. In addition, the Regional Administrator shall be notified in writing within fifteen (15) days of any such failure. The notification shall include a description of the malfunctioning equipment or abnormal operation, the date of the initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the condition below, and the methods utilized to mitigate emissions and restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

41. The EPA Regional Administrator, the head of the State Air Pollution Control Agency, the head of the responsible local Air Pollution Control Agency, and/or their authorized representative, upon the presentation of credentials, shall be permitted: A. to enter the premises where the source is located or where any records are required to be kept under the terms and conditions of this Authority to Construct; and B. at reasonable times to have access to and copy any records required to be kept under the terms and conditions of this Authority to Construct; and C. to inspect any equipment, operation, or method required in this Authority to Construct; and D. to sample emissions from the source(s). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
42. In the event of any changes in control or ownership of the facilities to be constructed, the Authority to Construct shall be binding on all subsequent owners and operators. The applicant shall notify the succeeding owner and operator of the existence of this Authority to Construct and its conditions by letter, a copy of which shall be forwarded to the EPA Regional Administrator and the State and local Air Pollution Control Agency. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
43. The provisions of this Authority to Construct are severable, and, if any provision of the Authority to Construct is held invalid, the remainder of this Authority to Construct shall not be affected thereby. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
44. The owner and operator of the proposed facility shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR Parts 52, 60, and 61 and all other applicable federal, state, and local air quality regulations. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
45. Permittee shall consume no more than 6290 barrels per day of oil on a daily maximum average and no more than 5700 barrels per day of oil on an annual average basis. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
46. The sulfur content of the fuel shall be no greater than 1.5% by weight on a daily maximum average and no greater than 1.5% by weight on an annual average basis, as determined by ASTM Methods D115-68, D129-64, or D151-64, or equivalent methods approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
47. The amount of fuel burned and the sulfur content of the fuel shall be recorded in a permanent record and shall be available for periodic inspection by the District, the California Air Resource Board, and the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
48. Permittee shall have installed operable scrubbers on the equipment. Exhaust gases from the generators shall be ducted through operable scrubbers. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
49. Permittee shall not discharge into the atmosphere SO<sub>2</sub> in excess of 0.063 lbs/MMBtu. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
50. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance tests for SO<sub>2</sub>, and furnish the District and the EPA a written report of the results of such tests. The tests for SO<sub>2</sub> shall be conducted on an annual basis. The performance tests shall be conducted for each scrubber required for the generator. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
51. Permittee shall not discharge into the atmosphere NO<sub>x</sub> in excess of 0.277 lb/MMBtu (maximum 2-hour average). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
52. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance test for NO<sub>x</sub>, and furnish the District and the EPA written report of the results of such tests. The tests for NO<sub>x</sub> shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
53. Permittee shall install and operate ammonia injection equipment to control nitrogen oxide emissions on the steam generator. This condition may be amended if other control technologies are determined by EPA to satisfy BACT requirements, in accordance with the periodic BACT review procedure below. [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

54. Permittee shall submit updated Best Available Control Technology (BACT) proposals every six months. Based on the information submitted and on other information which is available at that time, EPA may impose more stringent emission limits for NOx. In no event shall EPA set a higher emission limit for NOx. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
55. Performance tests for the emission of NOx and SO2 shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources. The EPA shall be notified at least 30 days in advance of such test to allow an observer to be present. In lieu of the above mentioned test methods, equivalent methods may be used if approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
56. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
57. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
58. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
59. The following test methods shall be used: NOx (ppmv) - EPA Method 7E or ARB Method 100, NOx (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SOx (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H2S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
60. During start-up and shutdown periods, emissions from the natural gas/vapor recovery gas-fired steam generator shall not exceed either of the following limits: 0.1 lb-NOx/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201]
61. Pursuant to Rule 4320, beginning in 2010 the operator shall pay an annual emission fee to the District for NOx emissions from this unit for the previous calendar year. Payments are due by July 1 of each year. Payments shall continue annually until either the unit is permanently removed from service in the District or the operator demonstrates compliance with the applicable NOx emission limit listed in Rule 4320. [District Rule 4320] Federally Enforceable Through Title V Permit
62. Permittee shall maintain records of annual heat input (MMBtu) for this unit on a calendar year basis. Such records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rules 1070 and Rule 4320] Federally Enforceable Through Title V Permit
63. This ATC shall be implemented concurrently with or subsequent to ATC S-1141-47-26. [District Rule 2201] Federally Enforceable Through Title V Permit



## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-48-25

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR STRUTHERS NATURAL GAS-FIRED STEAM GENERATOR #96 (SN 80-37387-7, NB 970, DIS 12811-85) WITH FLUE GAS RECIRCULATION (FGR), NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER AND AN O2 ANALYZER/CONTROLLER: LIMIT NOX TO 9 PPMV @ 3% O2 AND CORRECT SOX LIMIT TO 0.00285 LB SOX/MMBTU ALL FOR RULE 4320 COMPLIANCE

## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. This generator is permitted to operate at the following locations: Sections 17, 21 and 26 of Township 32S, Range 23E. [District NSR Rule] Federally Enforceable Through Title V Permit
4. All required source testing shall conform to the compliance testing procedures described in District Rule 1081 (Last Amended December 16, 1993). [District Rule 1081 and County Rules 108 (Kings), 108.1 (Fresno, Merced, San Joaquin, Tulare, Kern, and Stanislaus), and 110 (Madera)] Federally Enforceable Through Title V Permit
5. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

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Sayed Sadredin, Executive Director / APCO

DAVID WARNER, Director of Permit Services

S-1141-48-25 : Jun 15 2010 11:50AM - RINALDIR : Joint Inspection NOT Required

6. The operator shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
7. Particulate matter emissions shall not exceed 0.1 grain/dscf, calculated to 12% CO<sub>2</sub>, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit
8. Emissions of sulfur compounds from this unit shall not exceed 200 lb per hour, calculated as SO<sub>2</sub>. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rule 2520, 9.3.2 and District Rule 4301, 5.2.1] Federally Enforceable Through Title V Permit
9. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
10. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
11. If the unit is fired on noncertified gaseous fuel and compliance with SO<sub>x</sub> emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3031, D 4084, D 3246 or grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
12. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.3.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
13. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rule 2520, 9.3.2 and County Rules 404 (Madera), 406 (Fresno), and 407 (Kern, Kings, Merced, San Joaquin, Stanislaus, and Tulare)] Federally Enforceable Through Title V Permit
14. Sulfur emissions shall not exceed 0.11 lb of sulfur per million BTU of heat input, averaged over 3 - one hour periods. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. Compliance may be demonstrated for this unit individually, or by showing that the total emissions of sulfur compounds from all steam generators located at the stationary source with ATC or PTO issued prior to September 12, 1979 does not exceed the emissions that would result if each unit was operating in compliance with the specified limit. [Kern County Rule 424 and District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
15. Nitrogen oxide (NO<sub>x</sub>) emissions shall not exceed 140 lb/hr, calculated as NO<sub>2</sub>. [District Rules 4301, 5.2.2 and 2520, 9.3.2] Federally Enforceable Through Title V Permit
16. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

17. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
18. This unit is located west of interstate 5 in Kern county. Therefore, the requirements of District Rule 4351(Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
19. If continuous operation oxygen analyzer/controller is utilized, excess O<sub>2</sub> shall be maintained between 0.5 and 3.0%. If not utilized, excess air shall be maintained at no less than 15%. [District Rule 2201] Federally Enforceable Through Title V Permit
20. Emission rates shall not exceed any of the following: PM<sub>10</sub>: 0.005 lb/MMBtu, SO<sub>x</sub> (as S): 0.00285 lb/MMBTU, VOC: 0.003 lb/MMBtu or CO: 25 ppmvd @ 3% O<sub>2</sub>. [District Rules 2201, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
21. Except during start-up and shutdown periods NO<sub>x</sub> emissions from the steam generator shall not exceed any of the following limits: 9 ppmvd NO<sub>x</sub> @ 3% O<sub>2</sub> or 0.011 lb-NO<sub>x</sub>/MMBtu. [District Rule 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1 and 4320] Federally Enforceable Through Title V Permit
22. Emissions of NO<sub>x</sub> shall not exceed 54.0 lb/day. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
23. Source testing to measure NO<sub>x</sub> and CO emissions shall be conducted within 60 days of recommencing operation of this unit. [District Rule 4305 and 4320] Federally Enforceable Through Title V Permit
24. Source testing to demonstrate compliance with NO<sub>x</sub> and CO emission limits shall be conducted not less than once every 12 months. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
25. Source testing to demonstrate compliance with NO<sub>x</sub> and CO emission limits shall be conducted not less than once every 36 months if compliance is demonstrated on two consecutive annual tests. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
26. If permittee fails any compliance demonstration for NO<sub>x</sub> and CO emission limits when testing not less than once every 36 months, compliance with NO<sub>x</sub> and CO emission limits shall be demonstrated not less than once every 12 months. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
27. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
28. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
29. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
30. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or ARB Method 100, and stack gas oxygen - EPA Method 3 or 3A or ARB Method 100. [District Rules 1081, 4305 and 4320] Federally Enforceable Through Title V Permit
31. Permittee shall maintain records of fuel hhv and cumulative annual fuel use for a period of five years and shall make such records readily available for District inspection upon request. [District Rule 4305, 2520, 9.4.2 and 4320] Federally Enforceable Through Title V Permit
32. The permittee shall monitor and record the stack concentration of NO<sub>x</sub>, CO, and O<sub>2</sub> at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

33. If either the NO<sub>x</sub> or CO concentrations corrected to 3% O<sub>2</sub>, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
34. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
35. The permittee shall maintain records of: (1) the date and time of NO<sub>x</sub>, CO, and O<sub>2</sub> measurements, (2) the O<sub>2</sub> concentration in percent and the measured NO<sub>x</sub> and CO concentrations corrected to 3% O<sub>2</sub>, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
36. The portable analyzer shall be calibrated prior to each use with a two-point calibration method (zero and span). Calibration shall be performed with certified calibration gases. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
37. Emissions for this unit shall be calculated using the arithmetic mean, pursuant to District Rule 1081 (Amended December 16, 1993), of 3 thirty-minute test runs for NO<sub>x</sub> and CO. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
38. The unit shall only be fired on natural gas. [District Rule 2201]
39. As required by PSD permit number SJ 78-17 when firing on oil, all equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this Authority to Construct shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
40. As required by PSD permit number SJ 78-17 when firing on oil, the EPA Regional Administrator shall be notified by telephone, facsimile, or electronic mail transmission within two (2) working days following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner, which results in an increase in emissions above any allowable emission limit stated in the condition below. In addition, the Regional Administrator shall be notified in writing within fifteen (15) days of any such failure. The notification shall include a description of the malfunctioning equipment or abnormal operation, the date of the initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the condition below, and the methods utilized to mitigate emissions and restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
41. As required by PSD permit number SJ 78-17 when firing on oil, the EPA Regional Administrator, the head of the State Air Pollution Control Agency, the head of the responsible local Air Pollution Control Agency, and/or their authorized representative, upon the presentation of credentials, shall be permitted: A. to enter the premises where the source is located or where any records are required to be kept under the terms and conditions of this Authority to Construct; and B. at reasonable times to have access to and copy any records required to be kept under the terms and conditions of this Authority to Construct; and C. to inspect any equipment, operation, or method required in this Authority to Construct; and D. to sample emissions from the source(s). [PSD SJ 78-17] Federally Enforceable Through Title V Permit

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42. As required by PSD permit number SJ 78-17 when firing on oil, in the event of any changes in control or ownership of the facilities to be constructed, the Authority to Construct shall be binding on all subsequent owners and operators. The applicant shall notify the succeeding owner and operator of the existence of this Authority to Construct and its conditions by letter, a copy of which shall be forwarded to the EPA Regional Administrator and the State and local Air Pollution Control Agency. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
43. As required by PSD permit number SJ 78-17 when firing on oil, the provisions of this Authority to Construct are severable, and, if any provision of the Authority to Construct is held invalid, the remainder of this Authority to Construct shall not be affected thereby. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
44. As required by PSD permit number SJ 78-17 when firing on oil, the owner and operator of the proposed facility shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR Parts 52, 60, and 61 and all other applicable federal, state, and local air quality regulations. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
45. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall consume no more than 6290 barrels per day of oil on a daily maximum average and no more than 5700 barrels per day of oil on an annual average basis. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
46. As required by PSD permit number SJ 78-17 when firing on oil, the sulfur content of the fuel shall be no greater than 1.5% by weight on a daily maximum average and no greater than 1.5% by weight on an annual average basis, as determined by ASTM Methods D115-68, D129-64, or D151-64, or equivalent methods approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
47. As required by PSD permit number SJ 78-17 when firing on oil, the amount of fuel burned and the sulfur content of the fuel shall be recorded in a permanent record and shall be available for periodic inspection by the District, the California Air Resource Board, and the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
48. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall have installed operable scrubbers on the equipment. Exhaust gases from the generators shall be ducted through operable scrubbers. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
49. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall not discharge into the atmosphere SO<sub>2</sub> in excess of 0.063 lbs/MMBtu. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
50. As required by PSD permit number SJ 78-17 when firing on oil, within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance tests for SO<sub>2</sub>, and furnish the District and the EPA a written report of the results of such tests. The tests for SO<sub>2</sub> shall be conducted on an annual basis. The performance tests shall be conducted for each scrubber required for the generator. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
51. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall not discharge into the atmosphere NO<sub>x</sub> in excess of 0.277 lb/MMBtu (maximum 2-hour average). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
52. As required by PSD permit number SJ 78-17 when firing on oil, within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance test for NO<sub>x</sub>, and furnish the District and the EPA written report of the results of such tests. The tests for NO<sub>x</sub> shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
53. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall install and operate ammonia injection equipment to control nitrogen oxide emissions on the steam generator. This condition may be amended if other control technologies are determined by EPA to satisfy BACT requirements, in accordance with the periodic BACT review procedure below. [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

54. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall submit updated Best Available Control Technology (BACT) proposals every six months. Based on the information submitted and on other information which is available at that time, EPA may impose more stringent emission limits for NOx. In no event shall EPA set a higher emission limit for NOx. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
55. As required by PSD permit number SJ 78-17 when firing on oil, performance tests for the emission of NOx and SO2 shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources. The EPA shall be notified at least 30 days in advance of such test to allow an observer to be present. In lieu of the above mentioned test methods, equivalent methods may be used if approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
56. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
57. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
58. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
59. The following test methods shall be used: NOx (ppmv) - EPA Method 7E or ARB Method 100, NOx (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SOx (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H2S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
60. During start-up and shutdown periods, emissions from the natural gas/vapor recovery gas-fired steam generator shall not exceed either of the following limits: 0.1 lb-NOx/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201]
61. During a shakedown period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NOx emission rate shall not exceed 15 ppmvd @ 3% O2 or 0.0182 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit
62. This ATC shall be implemented concurrently with or subsequent to ATC S-1141-48-24. [District Rule 2201] Federally Enforceable Through Title V Permit



## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-48-26

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR STRUTHERS NATURAL GAS-FIRED STEAM GENERATOR #96 (SN 80-37387-7, NB 970, DIS 12811-85) WITH FLUE GAS RECIRCULATION (FGR), NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER AND AN O2 ANALYZER/CONTROLLER: CORRECT SOX LIMIT TO 0.00285 LB SOX/MMBTU FOR RULE 4320 COMPLIANCE

## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. This generator is permitted to operate at the following locations: Sections 17, 21 and 26 of Township 32S, Range 23E. [District NSR Rule] Federally Enforceable Through Title V Permit
4. All required source testing shall conform to the compliance testing procedures described in District Rule 1081 (Last Amended December 16, 1993). [District Rule 1081 and County Rules 108 (Kings), 108.1 (Fresno, Merced, San Joaquin, Tulare, Kern, and Stanislaus), and 110 (Madera)] Federally Enforceable Through Title V Permit
5. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT. This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Director / APCO

  
DAVID WARNER, Director of Permit Services  
1141-48-26 : Jun 15 2010 11:50AM - RINALDIR : Joint Inspection NOT Required

6. The operator shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
7. Particulate matter emissions shall not exceed 0.1 grain/dscf, calculated to 12% CO<sub>2</sub>, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit
8. Emissions of sulfur compounds from this unit shall not exceed 200 lb per hour, calculated as SO<sub>2</sub>. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rule 2520, 9.3.2 and District Rule 4301, 5.2.1] Federally Enforceable Through Title V Permit
9. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
10. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
11. If the unit is fired on noncertified gaseous fuel and compliance with SO<sub>x</sub> emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3031, D 4084, D 3246 or grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
12. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.3.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
13. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rule 2520, 9.3.2 and County Rules 404 (Madera), 406 (Fresno), and 407 (Kern, Kings, Merced, San Joaquin, Stanislaus, and Tulare)] Federally Enforceable Through Title V Permit
14. Sulfur emissions shall not exceed 0.11 lb of sulfur per million BTU of heat input, averaged over 3 - one hour periods. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. Compliance may be demonstrated for this unit individually, or by showing that the total emissions of sulfur compounds from all steam generators located at the stationary source with ATC or PTO issued prior to September 12, 1979 does not exceed the emissions that would result if each unit was operating in compliance with the specified limit. [Kern County Rule 424 and District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
15. Nitrogen oxide (NO<sub>x</sub>) emissions shall not exceed 140 lb/hr, calculated as NO<sub>2</sub>. [District Rules 4301, 5.2.2 and 2520, 9.3.2] Federally Enforceable Through Title V Permit
16. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

17. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
18. This unit is located west of interstate 5 in Kern county. Therefore, the requirements of District Rule 4351(Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
19. If continuous operation oxygen analyzer/controller is utilized, excess O<sub>2</sub> shall be maintained between 0.5 and 3.0%. If not utilized, excess air shall be maintained at no less than 15%. [District Rule 2201] Federally Enforceable Through Title V Permit
20. Emission rates shall not exceed any of the following: PM<sub>10</sub>: 0.005 lb/MMBtu, SO<sub>x</sub> (as S): 0.00285 lb/MMBTU, VOC: 0.003 lb/MMBtu or CO: 25 ppmvd @ 3% O<sub>2</sub>. [District Rules 2201, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
21. Except during start-up and shutdown periods NO<sub>x</sub> emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO<sub>x</sub> @ 3% O<sub>2</sub> or 0.0182 lb-NO<sub>x</sub>/MMBtu. [District Rule 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1 and 4320] Federally Enforceable Through Title V Permit
22. Emissions of NO<sub>x</sub> shall not exceed 54.0 lb/day. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
23. Source testing to demonstrate compliance with NO<sub>x</sub> and CO emission limits shall be conducted not less than once every 12 months. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
24. Source testing to demonstrate compliance with NO<sub>x</sub> and CO emission limits shall be conducted not less than once every 36 months if compliance is demonstrated on two consecutive annual tests. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
25. If permittee fails any compliance demonstration for NO<sub>x</sub> and CO emission limits when testing not less than once every 36 months, compliance with NO<sub>x</sub> and CO emission limits shall be demonstrated not less than once every 12 months. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
26. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
27. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
28. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
29. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or ARB Method 100, and stack gas oxygen - EPA Method 3 or 3A or ARB Method 100. [District Rules 1081, 4305 and 4320] Federally Enforceable Through Title V Permit
30. Permittee shall maintain records of fuel hhv and cumulative annual fuel use for a period of five years and shall make such records readily available for District inspection upon request. [District Rule 4305, 2520, 9.4.2 and 4320] Federally Enforceable Through Title V Permit
31. The permittee shall monitor and record the stack concentration of NO<sub>x</sub>, CO, and O<sub>2</sub> at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

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32. If either the NO<sub>x</sub> or CO concentrations corrected to 3% O<sub>2</sub>, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
33. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
34. The permittee shall maintain records of: (1) the date and time of NO<sub>x</sub>, CO, and O<sub>2</sub> measurements, (2) the O<sub>2</sub> concentration in percent and the measured NO<sub>x</sub> and CO concentrations corrected to 3% O<sub>2</sub>, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
35. The portable analyzer shall be calibrated prior to each use with a two-point calibration method (zero and span). Calibration shall be performed with certified calibration gases. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
36. Emissions for this unit shall be calculated using the arithmetic mean, pursuant to District Rule 1081 (Amended December 16, 1993), of 3 thirty-minute test runs for NO<sub>x</sub> and CO. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
37. The unit shall only be fired on natural gas. [District Rule 2201]
38. As required by PSD permit number SJ 78-17 when firing on oil, all equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this Authority to Construct shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
39. As required by PSD permit number SJ 78-17 when firing on oil, the EPA Regional Administrator shall be notified by telephone, facsimile, or electronic mail transmission within two (2) working days following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner, which results in an increase in emissions above any allowable emission limit stated in the condition below. In addition, the Regional Administrator shall be notified in writing within fifteen (15) days of any such failure. The notification shall include a description of the malfunctioning equipment or abnormal operation, the date of the initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the condition below, and the methods utilized to mitigate emissions and restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
40. As required by PSD permit number SJ 78-17 when firing on oil, the EPA Regional Administrator, the head of the State Air Pollution Control Agency, the head of the responsible local Air Pollution Control Agency, and/or their authorized representative, upon the presentation of credentials, shall be permitted: A. to enter the premises where the source is located or where any records are required to be kept under the terms and conditions of this Authority to Construct; and B. at reasonable times to have access to and copy any records required to be kept under the terms and conditions of this Authority to Construct; and C. to inspect any equipment, operation, or method required in this Authority to Construct; and D. to sample emissions from the source(s). [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

41. As required by PSD permit number SJ 78-17 when firing on oil, in the event of any changes in control or ownership of the facilities to be constructed, the Authority to Construct shall be binding on all subsequent owners and operators. The applicant shall notify the succeeding owner and operator of the existence of this Authority to Construct and its conditions by letter, a copy of which shall be forwarded to the EPA Regional Administrator and the State and local Air Pollution Control Agency. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
42. As required by PSD permit number SJ 78-17 when firing on oil, the provisions of this Authority to Construct are severable, and, if any provision of the Authority to Construct is held invalid, the remainder of this Authority to Construct shall not be affected thereby. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
43. As required by PSD permit number SJ 78-17 when firing on oil, the owner and operator of the proposed facility shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR Parts 52, 60, and 61 and all other applicable federal, state, and local air quality regulations. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
44. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall consume no more than 6290 barrels per day of oil on a daily maximum average and no more than 5700 barrels per day of oil on an annual average basis. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
45. As required by PSD permit number SJ 78-17 when firing on oil, the sulfur content of the fuel shall be no greater than 1.5% by weight on a daily maximum average and no greater than 1.5% by weight on an annual average basis, as determined by ASTM Methods D115-68, D129-64, or D151-64, or equivalent methods approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
46. As required by PSD permit number SJ 78-17 when firing on oil, the amount of fuel burned and the sulfur content of the fuel shall be recorded in a permanent record and shall be available for periodic inspection by the District, the California Air Resource Board, and the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
47. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall have installed operable scrubbers on the equipment. Exhaust gases from the generators shall be ducted through operable scrubbers. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
48. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall not discharge into the atmosphere SO<sub>2</sub> in excess of 0.063 lbs/MMBtu. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
49. As required by PSD permit number SJ 78-17 when firing on oil, within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance tests for SO<sub>2</sub>, and furnish the District and the EPA a written report of the results of such tests. The tests for SO<sub>2</sub> shall be conducted on an annual basis. The performance tests shall be conducted for each scrubber required for the generator. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
50. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall not discharge into the atmosphere NO<sub>x</sub> in excess of 0.277 lb/MMBtu (maximum 2-hour average). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
51. As required by PSD permit number SJ 78-17 when firing on oil, within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance test for NO<sub>x</sub>, and furnish the District and the EPA written report of the results of such tests. The tests for NO<sub>x</sub> shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
52. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall install and operate ammonia injection equipment to control nitrogen oxide emissions on the steam generator. This condition may be amended if other control technologies are determined by EPA to satisfy BACT requirements, in accordance with the periodic BACT review procedure below. [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

53. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall submit updated Best Available Control Technology (BACT) proposals every six months. Based on the information submitted and on other information which is available at that time, EPA may impose more stringent emission limits for NOx. In no event shall EPA set a higher emission limit for NOx. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
54. As required by PSD permit number SJ 78-17 when firing on oil, performance tests for the emission of NOx and SO2 shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources. The EPA shall be notified at least 30 days in advance of such test to allow an observer to be present. In lieu of the above mentioned test methods, equivalent methods may be used if approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
55. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
56. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
57. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
58. The following test methods shall be used: NOx (ppmv) - EPA Method 7E or ARB Method 100, NOx (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SOx (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H2S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
59. During start-up and shutdown periods, emissions from the natural gas/vapor recovery gas-fired steam generator shall not exceed either of the following limits: 0.1 lb-NOx/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201]
60. Pursuant to Rule 4320, beginning in 2010 the operator shall pay an annual emission fee to the District for NOx emissions from this unit for the previous calendar year. Payments are due by July 1 of each year. Payments shall continue annually until either the unit is permanently removed from service in the District or the operator demonstrates compliance with the applicable NOx emission limit listed in Rule 4320. [District Rule 4320] Federally Enforceable Through Title V Permit
61. Permittee shall maintain records of annual heat input (MMBtu) for this unit on a calendar year basis. Such records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rules 1070 and Rule 4320] Federally Enforceable Through Title V Permit
62. This ATC shall be implemented concurrently with or subsequent to ATC S-1141-48-24. [District Rule 2201] Federally Enforceable Through Title V Permit





## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-49-25

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR STRUTHERS NATURAL GAS-FIRED STEAM GENERATOR #97 (SN 80-37387-15, DIS 12810-85) NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER WITH FLUE GAS RECIRCULATION (FGR) AND AN O2 ANALYZER/CONTROLLER: LIMIT NOX TO 9 PPMV @ 3% O2 AND CORRECT SOX LIMIT TO 0.00285 LB SOX/MMBTU ALL FOR RULE 4320 COMPLIANCE

## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. This generator is permitted to operate at the following locations: Sections 17, 21 and 26 of Township 32S, Range 23E. [District Rule 2201] Federally Enforceable Through Title V Permit
4. All required source testing shall conform to the compliance testing procedures described in District Rule 1081 (Last Amended December 16, 1993). [District Rule 1081 and County Rules 108 (Kings), 108.1 (Fresno, Merced, San Joaquin, Tulare, Kern, and Stanislaus), and 110 (Madera)] Federally Enforceable Through Title V Permit
5. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT. This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Director / APCO

  
DAVID WARNER, Director of Permit Services  
S-1141-49-25 : Jun 15 2010 11:50AM - RINALDIR : Joint Inspection NOT Required

6. The operator shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
7. Particulate matter emissions shall not exceed 0.1 grain/dscf, calculated to 12% CO<sub>2</sub>, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit
8. Emissions of sulfur compounds from this unit shall not exceed 200 lb per hour, calculated as SO<sub>2</sub>. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rule 2520, 9.3.2 and District Rule 4301, 5.2.1] Federally Enforceable Through Title V Permit
9. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
10. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD and double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
11. If the unit is fired on noncertified gaseous fuel and compliance with SO<sub>x</sub> emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3031, D 4084, D 3246 or grab sample analysis by GC-FPD/TCD and double GC performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
12. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.3.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
13. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rule 2520, 9.3.2 and County Rules 404 (Madera), 406 (Fresno), and 407 (Kern, Kings, Merced, San Joaquin, Stanislaus, and Tulare)] Federally Enforceable Through Title V Permit
14. Sulfur emissions shall not exceed 0.11 lb of sulfur per million BTU of heat input, averaged over 3 - one hour periods. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. Compliance may be demonstrated for this unit individually, or by showing that the total emissions of sulfur compounds from all steam generators located at the stationary source with ATC or PTO issued prior to September 12, 1979 does not exceed the emissions that would result if each unit was operating in compliance with the specified limit. [Kern County Rule 424 and District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
15. Nitrogen oxide (NO<sub>x</sub>) emissions shall not exceed 140 lb/hr, calculated as NO<sub>2</sub>. [District Rules 4301, 5.2.2 and 2520, 9.3.2] Federally Enforceable Through Title V Permit
16. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

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17. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
18. This unit is located west of interstate 5 in Kern county. Therefore, the requirements of District Rule 4351(Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
19. If continuous operation oxygen analyzer/controller is utilized, excess O<sub>2</sub> shall be maintained between 0.5 and 3.0%. If not utilized, excess air shall be maintained at no less than 15%. [District Rule 2201] Federally Enforceable Through Title V Permit
20. Emission rates shall not exceed any of the following: PM<sub>10</sub>: 0.005 lb/MMBtu, SO<sub>x</sub> (as S): 0.00285 lb/MMBTU, VOC: 0.003 lb/MMBtu or CO: 25 ppmvd @ 3% O<sub>2</sub>. [District Rules 2201, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
21. Except during start-up and shutdown periods NO<sub>x</sub> emissions from the steam generator shall not exceed any of the following limits: 9 ppmvd NO<sub>x</sub> @ 3% O<sub>2</sub> or 0.011 lb-NO<sub>x</sub>/MMBtu. [District Rule 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1 and 4320] Federally Enforceable Through Title V Permit
22. Emissions of NO<sub>x</sub> shall not exceed 54.0 lb/day. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
23. Source testing to measure NO<sub>x</sub> and CO emissions shall be conducted within 60 days of recommencing operation of this unit. [District Rule 4305 and 4320] Federally Enforceable Through Title V Permit
24. Source testing to demonstrate compliance with NO<sub>x</sub> and CO emission limits shall be conducted not less than once every 12 months, except as provided below. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
25. Source testing to demonstrate compliance with NO<sub>x</sub> and CO emission limits shall be conducted not less than once every 36 months if compliance is demonstrated on two consecutive annual tests. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
26. If permittee fails any compliance demonstration for NO<sub>x</sub> and CO emission limits when testing not less than once every 36 months, compliance with NO<sub>x</sub> and CO emission limits shall be demonstrated not less than once every 12 months. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
27. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
28. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
29. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
30. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or ARB Method 100, and stack gas oxygen - EPA Method 3 or 3A or ARB Method 100. [District Rules 1081, 4305 and 4320] Federally Enforceable Through Title V Permit
31. Permittee shall maintain records of fuel hhv and cumulative annual fuel use for a period of five years and shall make such records readily available for District inspection upon request. [District Rule 2520, 9.4.2, 4305 and 4320] Federally Enforceable Through Title V Permit
32. The permittee shall monitor and record the stack concentration of NO<sub>x</sub>, CO, and O<sub>2</sub> at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

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33. If either the NOx or CO concentrations corrected to 3% O<sub>2</sub>, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
34. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
35. The permittee shall maintain records of: (1) the date and time of NOx, CO, and O<sub>2</sub> measurements, (2) the O<sub>2</sub> concentration in percent and the measured NOx and CO concentrations corrected to 3% O<sub>2</sub>, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
36. The portable analyzer shall be calibrated prior to each use with a two-point calibration method (zero and span). Calibration shall be performed with certified calibration gases. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
37. Emissions for this unit shall be calculated using the arithmetic mean, pursuant to District Rule 1081 (Amended December 16, 1993), of 3 thirty-minute test runs for NOx and CO. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
38. The unit shall only be fired on natural gas. [District Rule 2201]
39. As required by PSD permit number SJ 78-17 when firing on oil, all equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this Authority to Construct shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
40. As required by PSD permit number SJ 78-17 when firing on oil, the EPA Regional Administrator shall be notified by telephone, facsimile, or electronic mail transmission within two (2) working days following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner, which results in an increase in emissions above any allowable emission limit stated in the condition below. In addition, the Regional Administrator shall be notified in writing within fifteen (15) days of any such failure. The notification shall include a description of the malfunctioning equipment or abnormal operation, the date of the initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the condition below, and the methods utilized to mitigate emissions and restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
41. As required by PSD permit number SJ 78-17 when firing on oil, the EPA Regional Administrator, the head of the State Air Pollution Control Agency, the head of the responsible local Air Pollution Control Agency, and/or their authorized representative, upon the presentation of credentials, shall be permitted: A. to enter the premises where the source is located or where any records are required to be kept under the terms and conditions of this Authority to Construct; and B. at reasonable times to have access to and copy any records required to be kept under the terms and conditions of this Authority to Construct; and C. to inspect any equipment, operation, or method required in this Authority to Construct; and D. to sample emissions from the source(s). [PSD SJ 78-17] Federally Enforceable Through Title V Permit

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42. As required by PSD permit number SJ 78-17 when firing on oil, in the event of any changes in control or ownership of the facilities to be constructed, the Authority to Construct shall be binding on all subsequent owners and operators. The applicant shall notify the succeeding owner and operator of the existence of this Authority to Construct and its conditions by letter, a copy of which shall be forwarded to the EPA Regional Administrator and the State and local Air Pollution Control Agency. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
43. As required by PSD permit number SJ 78-17 when firing on oil, the provisions of this Authority to Construct are severable, and, if any provision of the Authority to Construct is held invalid, the remainder of this Authority to Construct shall not be affected thereby. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
44. As required by PSD permit number SJ 78-17 when firing on oil, the owner and operator of the proposed facility shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR Parts 52, 60, and 61 and all other applicable federal, state, and local air quality regulations. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
45. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall consume no more than 6290 barrels per day of oil on a daily maximum average and no more than 5700 barrels per day of oil on an annual average basis. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
46. As required by PSD permit number SJ 78-17 when firing on oil, the sulfur content of the fuel shall be no greater than 1.5% by weight on a daily maximum average and no greater than 1.5% by weight on an annual average basis, as determined by ASTM Methods D115-68, D129-64, or D151-64, or equivalent methods approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
47. As required by PSD permit number SJ 78-17 when firing on oil, the amount of fuel burned and the sulfur content of the fuel shall be recorded in a permanent record and shall be available for periodic inspection by the District, the California Air Resource Board, and the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
48. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall have installed operable scrubbers on the equipment. Exhaust gases from the generators shall be ducted through operable scrubbers. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
49. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall not discharge into the atmosphere SO<sub>2</sub> in excess of 0.063 lbs/MMBtu. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
50. As required by PSD permit number SJ 78-17 when firing on oil, within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance tests for SO<sub>2</sub>, and furnish the District and the EPA a written report of the results of such tests. The tests for SO<sub>2</sub> shall be conducted on an annual basis. The performance tests shall be conducted for each scrubber required for the generator. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
51. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall not discharge into the atmosphere NO<sub>x</sub> in excess of 0.277 lb/MMBtu (maximum 2-hour average). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
52. As required by PSD permit number SJ 78-17 when firing on oil, within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance test for NO<sub>x</sub>, and furnish the District and the EPA written report of the results of such tests. The tests for NO<sub>x</sub> shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
53. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall install and operate ammonia injection equipment to control nitrogen oxide emissions on the steam generator. This condition may be amended if other control technologies are determined by EPA to satisfy BACT requirements, in accordance with the periodic BACT review procedure below. [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

54. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall submit updated Best Available Control Technology (BACT) proposals every six months. Based on the information submitted and on other information which is available at that time, EPA may impose more stringent emission limits for NO<sub>x</sub>. In no event shall EPA set a higher emission limit for NO<sub>x</sub>. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
55. As required by PSD permit number SJ 78-17 when firing on oil, performance tests for the emission of NO<sub>x</sub> and SO<sub>2</sub> shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources. The EPA shall be notified at least 30 days in advance of such test to allow an observer to be present. In lieu of the above mentioned test methods, equivalent methods may be used if approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
56. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
57. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
58. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
59. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SO<sub>x</sub> (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H<sub>2</sub>S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
60. During start-up and shutdown periods, emissions from the natural gas/vapor recovery gas-fired steam generator shall not exceed either of the following limits: 0.1 lb-NO<sub>x</sub>/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201]
61. During a shakedown period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NO<sub>x</sub> emission rate shall not exceed 15 ppmvd @ 3% O<sub>2</sub> or 0.0182 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit
62. This ATC shall be implemented concurrently with or subsequent to ATC S-1141-49-24. [District Rule 2201] Federally Enforceable Through Title V Permit



## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-49-26

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR STRUTHERS NATURAL GAS-FIRED STEAM GENERATOR #97 (SN 80-37387-15, DIS 12810-85) NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER WITH FLUE GAS RECIRCULATION (FGR) AND AN O2 ANALYZER/CONTROLLER: CORRECT SOX LIMIT TO 0.00285 LB SOX/MMBTU FOR RULE 4320 COMPLIANCE

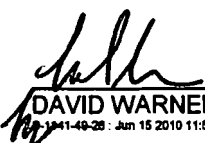
## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. This generator is permitted to operate at the following locations: Sections 17, 21 and 26 of Township 32S, Range 23E. [District Rule 2201] Federally Enforceable Through Title V Permit
4. All required source testing shall conform to the compliance testing procedures described in District Rule 1081 (Last Amended December 16, 1993). [District Rule 1081 and County Rules 108 (Kings), 108.1 (Fresno, Merced, San Joaquin, Tulare, Kern, and Stanislaus), and 110 (Madera)] Federally Enforceable Through Title V Permit
5. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

**YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT.** This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Director / APCO



DAVID WARNER, Director of Permit Services

S-1141-49-26 : Jun 15 2010 11:50AM - RINALDIR : Joint Inspection NOT Required

6. The operator shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
7. Particulate matter emissions shall not exceed 0.1 grain/dscf, calculated to 12% CO<sub>2</sub>, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit
8. Emissions of sulfur compounds from this unit shall not exceed 200 lb per hour, calculated as SO<sub>2</sub>. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rule 2520, 9.3.2 and District Rule 4301, 5.2.1] Federally Enforceable Through Title V Permit
9. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
10. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD and double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
11. If the unit is fired on noncertified gaseous fuel and compliance with SO<sub>x</sub> emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3031, D 4084, D 3246 or grab sample analysis by GC-FPD/TCD and double GC performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
12. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.3.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
13. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rule 2520, 9.3.2 and County Rules 404 (Madera), 406 (Fresno), and 407 (Kern, Kings, Merced, San Joaquin, Stanislaus, and Tulare)] Federally Enforceable Through Title V Permit
14. Sulfur emissions shall not exceed 0.11 lb of sulfur per million BTU of heat input, averaged over 3 - one hour periods. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. Compliance may be demonstrated for this unit individually, or by showing that the total emissions of sulfur compounds from all steam generators located at the stationary source with ATC or PTO issued prior to September 12, 1979 does not exceed the emissions that would result if each unit was operating in compliance with the specified limit. [Kern County Rule 424 and District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
15. Nitrogen oxide (NO<sub>x</sub>) emissions shall not exceed 140 lb/hr, calculated as NO<sub>2</sub>. [District Rules 4301, 5.2.2 and 2520, 9.3.2] Federally Enforceable Through Title V Permit
16. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE



17. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
18. This unit is located west of interstate 5 in Kern county. Therefore, the requirements of District Rule 4351(Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
19. If continuous operation oxygen analyzer/controller is utilized, excess O<sub>2</sub> shall be maintained between 0.5 and 3.0%. If not utilized, excess air shall be maintained at no less than 15%. [District Rule 2201] Federally Enforceable Through Title V Permit
20. Emission rates shall not exceed any of the following: PM<sub>10</sub>: 0.005 lb/MMBtu, SO<sub>x</sub> (as S): 0.00285 lb/MMBTU, VOC: 0.003 lb/MMBtu or CO: 25 ppmvd @ 3% O<sub>2</sub>. [District Rules 2201, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
21. Except during start-up and shutdown periods NO<sub>x</sub> emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO<sub>x</sub> @ 3% O<sub>2</sub> or 0.0182 lb-NO<sub>x</sub>/MMBtu. [District Rule 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1 and 4320] Federally Enforceable Through Title V Permit
22. Emissions of NO<sub>x</sub> shall not exceed 54.0 lb/day. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
23. Source testing to demonstrate compliance with NO<sub>x</sub> and CO emission limits shall be conducted not less than once every 12 months, except as provided below. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
24. Source testing to demonstrate compliance with NO<sub>x</sub> and CO emission limits shall be conducted not less than once every 36 months if compliance is demonstrated on two consecutive annual tests. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
25. If permittee fails any compliance demonstration for NO<sub>x</sub> and CO emission limits when testing not less than once every 36 months, compliance with NO<sub>x</sub> and CO emission limits shall be demonstrated not less than once every 12 months. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
26. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
27. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
28. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
29. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or ARB Method 100, and stack gas oxygen - EPA Method 3 or 3A or ARB Method 100. [District Rules 1081, 4305 and 4320] Federally Enforceable Through Title V Permit
30. Permittee shall maintain records of fuel hhv and cumulative annual fuel use for a period of five years and shall make such records readily available for District inspection upon request. [District Rule 2520, 9.4.2, 4305 and 4320] Federally Enforceable Through Title V Permit
31. The permittee shall monitor and record the stack concentration of NO<sub>x</sub>, CO, and O<sub>2</sub> at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

32. If either the NO<sub>x</sub> or CO concentrations corrected to 3% O<sub>2</sub>, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
33. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
34. The permittee shall maintain records of: (1) the date and time of NO<sub>x</sub>, CO, and O<sub>2</sub> measurements, (2) the O<sub>2</sub> concentration in percent and the measured NO<sub>x</sub> and CO concentrations corrected to 3% O<sub>2</sub>, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
35. The portable analyzer shall be calibrated prior to each use with a two-point calibration method (zero and span). Calibration shall be performed with certified calibration gases. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
36. Emissions for this unit shall be calculated using the arithmetic mean, pursuant to District Rule 1081 (Amended December 16, 1993), of 3 thirty-minute test runs for NO<sub>x</sub> and CO. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
37. The unit shall only be fired on natural gas. [District Rule 2201]
38. As required by PSD permit number SJ 78-17 when firing on oil, all equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this Authority to Construct shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
39. As required by PSD permit number SJ 78-17 when firing on oil, the EPA Regional Administrator shall be notified by telephone, facsimile, or electronic mail transmission within two (2) working days following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner, which results in an increase in emissions above any allowable emission limit stated in the condition below. In addition, the Regional Administrator shall be notified in writing within fifteen (15) days of any such failure. The notification shall include a description of the malfunctioning equipment or abnormal operation, the date of the initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the condition below, and the methods utilized to mitigate emissions and restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
40. As required by PSD permit number SJ 78-17 when firing on oil, the EPA Regional Administrator, the head of the State Air Pollution Control Agency, the head of the responsible local Air Pollution Control Agency, and/or their authorized representative, upon the presentation of credentials, shall be permitted: A. to enter the premises where the source is located or where any records are required to be kept under the terms and conditions of this Authority to Construct; and B. at reasonable times to have access to and copy any records required to be kept under the terms and conditions of this Authority to Construct; and C. to inspect any equipment, operation, or method required in this Authority to Construct; and D. to sample emissions from the source(s). [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

41. As required by PSD permit number SJ 78-17 when firing on oil, in the event of any changes in control or ownership of the facilities to be constructed, the Authority to Construct shall be binding on all subsequent owners and operators. The applicant shall notify the succeeding owner and operator of the existence of this Authority to Construct and its conditions by letter, a copy of which shall be forwarded to the EPA Regional Administrator and the State and local Air Pollution Control Agency. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
42. As required by PSD permit number SJ 78-17 when firing on oil, the provisions of this Authority to Construct are severable, and, if any provision of the Authority to Construct is held invalid, the remainder of this Authority to Construct shall not be affected thereby. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
43. As required by PSD permit number SJ 78-17 when firing on oil, the owner and operator of the proposed facility shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR Parts 52, 60, and 61 and all other applicable federal, state, and local air quality regulations. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
44. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall consume no more than 6290 barrels per day of oil on a daily maximum average and no more than 5700 barrels per day of oil on an annual average basis. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
45. As required by PSD permit number SJ 78-17 when firing on oil, the sulfur content of the fuel shall be no greater than 1.5% by weight on a daily maximum average and no greater than 1.5% by weight on an annual average basis, as determined by ASTM Methods D115-68, D129-64, or D151-64, or equivalent methods approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
46. As required by PSD permit number SJ 78-17 when firing on oil, the amount of fuel burned and the sulfur content of the fuel shall be recorded in a permanent record and shall be available for periodic inspection by the District, the California Air Resource Board, and the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
47. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall have installed operable scrubbers on the equipment. Exhaust gases from the generators shall be ducted through operable scrubbers. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
48. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall not discharge into the atmosphere SO<sub>2</sub> in excess of 0.063 lbs/MMBtu. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
49. As required by PSD permit number SJ 78-17 when firing on oil, within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance tests for SO<sub>2</sub>, and furnish the District and the EPA a written report of the results of such tests. The tests for SO<sub>2</sub> shall be conducted on an annual basis. The performance tests shall be conducted for each scrubber required for the generator. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
50. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall not discharge into the atmosphere NO<sub>x</sub> in excess of 0.277 lb/MMBtu (maximum 2-hour average). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
51. As required by PSD permit number SJ 78-17 when firing on oil, within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance test for NO<sub>x</sub>, and furnish the District and the EPA written report of the results of such tests. The tests for NO<sub>x</sub> shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
52. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall install and operate ammonia injection equipment to control nitrogen oxide emissions on the steam generator. This condition may be amended if other control technologies are determined by EPA to satisfy BACT requirements, in accordance with the periodic BACT review procedure below. [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

53. As required by PSD permit number SJ 78-17 when firing on oil, permittee shall submit updated Best Available Control Technology (BACT) proposals every six months. Based on the information submitted and on other information which is available at that time, EPA may impose more stringent emission limits for NOx. In no event shall EPA set a higher emission limit for NOx. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
54. As required by PSD permit number SJ 78-17 when firing on oil, performance tests for the emission of NOx and SO2 shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources. The EPA shall be notified at least 30 days in advance of such test to allow an observer to be present. In lieu of the above mentioned test methods, equivalent methods may be used if approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
55. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
56. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
57. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
58. The following test methods shall be used: NOx (ppmv) - EPA Method 7E or ARB Method 100, NOx (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SOx (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H2S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
59. During start-up and shutdown periods, emissions from the natural gas/vapor recovery gas-fired steam generator shall not exceed either of the following limits: 0.1 lb-NOx/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201]
60. Pursuant to Rule 4320, beginning in 2010 the operator shall pay an annual emission fee to the District for NOx emissions from this unit for the previous calendar year. Payments are due by July 1 of each year. Payments shall continue annually until either the unit is permanently removed from service in the District or the operator demonstrates compliance with the applicable NOx emission limit listed in Rule 4320. [District Rule 4320] Federally Enforceable Through Title V Permit
61. Permittee shall maintain records of annual heat input (MMBtu) for this unit on a calendar year basis. Such records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rules 1070 and Rule 4320] Federally Enforceable Through Title V Permit
62. This ATC shall be implemented concurrently with or subsequent to ATC S-1141-49-24. [District Rule 2201] Federally Enforceable Through Title V Permit



## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-50-23

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR SMITH MOON STEEL NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR #98 (SN 77-37182-12, NB 810, DIS 20654-78) WITH A NORTH AMERICAN BURNER WITH FLUE GAS RECIRCULATION (FGR) AND AN O2 ANALYZER/CONTROLLER: LIMIT NOX TO 9 PPMV @ 3% O2 AND CORRECT SOX LIMIT TO 0.00285 LB SOX/MMBTU ALL FOR RULE 4320 COMPLIANCE

## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. All required source testing shall conform to the compliance testing procedures described in District Rule 1081 (Last Amended December 16, 1993). [District Rule 1081 and County Rules 108 (Kings), 108.1 (Fresno, Merced, San Joaquin, Tulare, Kern, and Stanislaus), and 110 (Madera)] Federally Enforceable Through Title V Permit
4. This generator is permitted to operate at the following locations: Sections 17, 21 and 26 of Township 32S, Range 23E. [District Rule 2201] Federally Enforceable Through Title V Permit
5. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

**YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT.** This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Director / APCO

  
DAVID WARNER, Director of Permit Services  
S-1141-50-23 : Jun 15 2010 11:51AM - RINALDIR : Joint Inspection NOT Required

6. The operator shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
7. Particulate matter emissions shall not exceed 0.1 grain/dscf, calculated to 12% CO<sub>2</sub>, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit
8. Emissions of sulfur compounds from this unit shall not exceed 200 lb per hour, calculated as SO<sub>2</sub>. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rule 2520, 9.3.2 and District Rule 4301, 5.2.1] Federally Enforceable Through Title V Permit
9. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
10. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
11. If the unit is fired on noncertified gaseous fuel and compliance with SO<sub>x</sub> emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3031, D 4084, D 3246 or grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
12. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.3.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
13. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rule 2520, 9.3.2 and County Rules 404 (Madera), 406 (Fresno), and 407 (Kern, Kings, Merced, San Joaquin, Stanislaus, and Tulare)] Federally Enforceable Through Title V Permit
14. Sulfur emissions shall not exceed 0.11 lb of sulfur per million BTU of heat input, averaged over 3 - one hour periods. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. Compliance may be demonstrated for this unit individually, or by showing that the total emissions of sulfur compounds from all steam generators located at the stationary source with ATC or PTO issued prior to September 12, 1979 does not exceed the emissions that would result if each unit was operating in compliance with the specified limit. [Kern County Rule 424 and District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
15. Nitrogen oxide (NO<sub>x</sub>) emissions shall not exceed 140 lb/hr, calculated as NO<sub>2</sub>. [District Rules 4301, 5.2.2 and 2520, 9.3.2] Federally Enforceable Through Title V Permit
16. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

17. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
18. This unit is located west of interstate 5 in Kern county. Therefore, the requirements of District Rule 4351(Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
19. If continuous operation oxygen analyzer/controller is utilized, excess O<sub>2</sub> shall be maintained between 0.5 and 3.0%. If not utilized, excess air shall be maintained at no less than 15%. [District Rule 2201] Federally Enforceable Through Title V Permit
20. Emission rates shall not exceed any of the following: PM<sub>10</sub>: 0.005 lb/MMBtu, SO<sub>x</sub> (as S): 0.00285 lb/MMBTU, VOC: 0.003 lb/MMBtu or CO: 25 ppmvd @ 3% O<sub>2</sub>. [District Rules 2201, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
21. Except during start-up and shutdown periods NO<sub>x</sub> emissions from the steam generator shall not exceed any of the following limits: 9 ppmvd NO<sub>x</sub> @ 3% O<sub>2</sub> or 0.011 lb-NO<sub>x</sub>/MMBtu. [District Rule 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1 and 4320] Federally Enforceable Through Title V Permit
22. Emissions of NO<sub>x</sub> shall not exceed 54.0 lb/day. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
23. Source testing to demonstrate compliance with NO<sub>x</sub> and CO emission limits shall be conducted within 60 days of startup. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
24. Source testing to demonstrate compliance with NO<sub>x</sub> and CO emission limits shall be conducted not less than once every 12 months, except as provided below. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
25. Source testing to demonstrate compliance with NO<sub>x</sub> and CO emission limits shall be conducted not less than once every 36 months if compliance is demonstrated on two consecutive annual tests. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
26. If permittee fails any compliance demonstration for NO<sub>x</sub> and CO emission limits when testing not less than once every 36 months, compliance with NO<sub>x</sub> and CO emission limits shall be demonstrated not less than once every 12 months. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
27. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
28. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
29. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
30. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or ARB Method 100, and stack gas oxygen - EPA Method 3 or 3A or ARB Method 100. [District Rules 1081, 4305 and 4320] Federally Enforceable Through Title V Permit
31. Permittee shall maintain records of fuel hhv and cumulative annual fuel use for a period of five years and shall make such records readily available for District inspection upon request. [District Rule 2520, 9.4.2, 4305 and 4320] Federally Enforceable Through Title V Permit
32. The permittee shall monitor and record the stack concentration of NO<sub>x</sub>, CO, and O<sub>2</sub> at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

33. If either the NO<sub>x</sub> or CO concentrations corrected to 3% O<sub>2</sub>, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
34. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
35. The permittee shall maintain records of: (1) the date and time of NO<sub>x</sub>, CO, and O<sub>2</sub> measurements, (2) the O<sub>2</sub> concentration in percent and the measured NO<sub>x</sub> and CO concentrations corrected to 3% O<sub>2</sub>, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
36. The portable analyzer shall be calibrated prior to each use with a two-point calibration method (zero and span). Calibration shall be performed with certified calibration gases. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
37. Emissions for this unit shall be calculated using the arithmetic mean, pursuant to District Rule 1081 (Amended December 16, 1993), of 3 thirty-minute test runs for NO<sub>x</sub> and CO. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
38. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this Authority to Construct shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
39. The EPA Regional Administrator shall be notified by telephone, facsimile, or electronic mail transmission within two (2) working days following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner, which results in an increase in emissions above any allowable emission limit stated in the condition below. In addition, the Regional Administrator shall be notified in writing within fifteen (15) days of any such failure. The notification shall include a description of the malfunctioning equipment or abnormal operation, the date of the initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the condition below, and the methods utilized to mitigate emissions and restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
40. The EPA Regional Administrator, the head of the State Air Pollution Control Agency, the head of the responsible local Air Pollution Control Agency, and/or their authorized representative, upon the presentation of credentials, shall be permitted: A. to enter the premises where the source is located or where any records are required to be kept under the terms and conditions of this Authority to Construct; and B. at reasonable times to have access to and copy any records required to be kept under the terms and conditions of this Authority to Construct; and C. to inspect any equipment, operation, or method required in this Authority to Construct; and D. to sample emissions from the source(s). [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE



41. In the event of any changes in control or ownership of the facilities to be constructed, the Authority to Construct shall be binding on all subsequent owners and operators. The applicant shall notify the succeeding owner and operator of the existence of this Authority to Construct and its conditions by letter, a copy of which shall be forwarded to the EPA Regional Administrator and the State and local Air Pollution Control Agency. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
42. The provisions of this Authority to Construct are severable, and, if any provision of the Authority to Construct is held invalid, the remainder of this Authority to Construct shall not be affected thereby. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
43. The owner and operator of the proposed facility shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR Parts 52, 60, and 61 and all other applicable federal, state, and local air quality regulations. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
44. Permittee shall consume no more than 6290 barrels per day of oil on a daily maximum average and no more than 5700 barrels per day of oil on an annual average basis. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
45. The sulfur content of the fuel shall be no greater than 1.5% by weight on a daily maximum average and no greater than 1.5% by weight on an annual average basis, as determined by ASTM Methods D115-68, D129-64, or D151-64, or equivalent methods approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
46. The amount of fuel burned and the sulfur content of the fuel shall be recorded in a permanent record and shall be available for periodic inspection by the District, the California Air Resource Board, and the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
47. Permittee shall have installed operable scrubbers on the equipment. Exhaust gases from the generators shall be ducted through operable scrubbers. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
48. Permittee shall not discharge into the atmosphere SO<sub>2</sub> in excess of 0.063 lbs/MMBtu. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
49. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance tests for SO<sub>2</sub>, and furnish the District and the EPA a written report of the results of such tests. The tests for SO<sub>2</sub> shall be conducted on an annual basis. The performance tests shall be conducted for each scrubber required for the generator. [District Rule] Federally Enforceable Through Title V Permit
50. Permittee shall not discharge into the atmosphere NO<sub>x</sub> in excess of 0.277 lb/MMBtu (maximum 2-hour average). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
51. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance test for NO<sub>x</sub>, and furnish the District and the EPA written report of the results of such tests. The tests for NO<sub>x</sub> shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
52. Permittee shall install and operate ammonia injection equipment to control nitrogen oxide emissions on the steam generator. This condition may be amended if other control technologies are determined by EPA to satisfy BACT requirements, in accordance with the periodic BACT review procedure below. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
53. Permittee shall submit updated Best Available Control Technology (BACT) proposals every six months. Based on the information submitted and on other information which is available at that time, EPA may impose more stringent emission limits for NO<sub>x</sub>. In no event shall EPA set a higher emission limit for NO<sub>x</sub>. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
54. Performance tests for the emission of NO<sub>x</sub> and SO<sub>2</sub> shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources. The EPA shall be notified at least 30 days in advance of such test to allow an observer to be present. In lieu of the above mentioned test methods, equivalent methods may be used if approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

55. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
56. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
57. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
58. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SO<sub>x</sub> (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H<sub>2</sub>S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
59. During start-up and shutdown periods, emissions from the natural gas/vapor recovery gas-fired steam generator shall not exceed either of the following limits: 0.1 lb-NO<sub>x</sub>/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201]
60. During a shakedown period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NO<sub>x</sub> emission rate shall not exceed 15 ppmvd @ 3% O<sub>2</sub> or 0.0182 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit
61. This ATC shall be implemented concurrently with or subsequent to ATC S-1141-50-22. [District Rule 2201] Federally Enforceable Through Title V Permit



## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-50-24

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR SMITH MOON STEEL NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR #98 (SN 77-37182-12, NB 810, DIS 20654-78) WITH A NORTH AMERICAN BURNER WITH FLUE GAS RECIRCULATION (FGR) AND AN O2 ANALYZER/CONTROLLER: CORRECT SOX LIMIT TO 0.00285 LB SOX/MMBTU FOR RULE 4320 COMPLIANCE

## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District Rule 2201] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. All required source testing shall conform to the compliance testing procedures described in District Rule 1081 (Last Amended December 16, 1993). [District Rule 1081 and County Rules 108 (Kings), 108.1 (Fresno, Merced, San Joaquin, Tulare, Kern, and Stanislaus), and 110 (Madera)] Federally Enforceable Through Title V Permit
4. This generator is permitted to operate at the following locations: Sections 17, 21 and 26 of Township 32S, Range 23E. [District Rule 2201] Federally Enforceable Through Title V Permit
5. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

**YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT.** This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Director / APCO

  
DAVID WARNER, Director of Permit Services  
S-1141-50-24 : Jun 15 2010 11:51AM - RINALDIR : Joint Inspection NOT Required

6. The operator shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
7. Particulate matter emissions shall not exceed 0.1 grain/dscf, calculated to 12% CO<sub>2</sub>, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit
8. Emissions of sulfur compounds from this unit shall not exceed 200 lb per hour, calculated as SO<sub>2</sub>. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rule 2520, 9.3.2 and District Rule 4301, 5.2.1] Federally Enforceable Through Title V Permit
9. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
10. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory and EPA Method 19 to calculate emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
11. If the unit is fired on noncertified gaseous fuel and compliance with SO<sub>x</sub> emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3031, D 4084, D 3246 or grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
12. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.3.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
13. The concentration of sulfur compounds in the exhaust from this unit shall not exceed 0.2% by volume as measured on a dry basis over a 15 minute period. To demonstrate compliance with this requirement the operator shall do one of the following: fire the unit only on PUC or FERC regulated natural gas or test the sulfur content of each fuel source and demonstrate the sulfur content does not exceed 3.3% by weight for gaseous fuels; or determine that the concentration of sulfur compounds in the exhaust does not exceed the concentration limit by a combination of source testing and fuel analysis. [District Rule 2520, 9.3.2 and County Rules 404 (Madera), 406 (Fresno), and 407 (Kern, Kings, Merced, San Joaquin, Stanislaus, and Tulare)] Federally Enforceable Through Title V Permit
14. Sulfur emissions shall not exceed 0.11 lb of sulfur per million BTU of heat input, averaged over 3 - one hour periods. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. Compliance may be demonstrated for this unit individually, or by showing that the total emissions of sulfur compounds from all steam generators located at the stationary source with ATC or PTO issued prior to September 12, 1979 does not exceed the emissions that would result if each unit was operating in compliance with the specified limit. [Kern County Rule 424 and District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
15. Nitrogen oxide (NO<sub>x</sub>) emissions shall not exceed 140 lb/hr, calculated as NO<sub>2</sub>. [District Rules 4301, 5.2.2 and 2520, 9.3.2] Federally Enforceable Through Title V Permit
16. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

17. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
18. This unit is located west of interstate 5 in Kern county. Therefore, the requirements of District Rule 4351(Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
19. If continuous operation oxygen analyzer/controller is utilized, excess O<sub>2</sub> shall be maintained between 0.5 and 3.0%. If not utilized, excess air shall be maintained at no less than 15%. [District Rule 2201] Federally Enforceable Through Title V Permit
20. Emission rates shall not exceed any of the following: PM<sub>10</sub>: 0.005 lb/MMBtu, SO<sub>x</sub> (as S): 0.00285 lb/MMBTU, VOC: 0.003 lb/MMBtu or CO: 25 ppmvd @ 3% O<sub>2</sub>. [District Rules 2201, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
21. Except during start-up and shutdown periods NO<sub>x</sub> emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO<sub>x</sub> @ 3% O<sub>2</sub> or 0.0182 lb-NO<sub>x</sub>/MMBtu. [District Rule 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1 and 4320] Federally Enforceable Through Title V Permit
22. Emissions of NO<sub>x</sub> shall not exceed 54.0 lb/day. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
23. Source testing to demonstrate compliance with NO<sub>x</sub> and CO emission limits shall be conducted not less than once every 12 months, except as provided below. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
24. Source testing to demonstrate compliance with NO<sub>x</sub> and CO emission limits shall be conducted not less than once every 36 months if compliance is demonstrated on two consecutive annual tests. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
25. If permittee fails any compliance demonstration for NO<sub>x</sub> and CO emission limits when testing not less than once every 36 months, compliance with NO<sub>x</sub> and CO emission limits shall be demonstrated not less than once every 12 months. [District Rule 2520, 9.3.2, 4305 and 4320] Federally Enforceable Through Title V Permit
26. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
27. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
28. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
29. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or ARB Method 100, and stack gas oxygen - EPA Method 3 or 3A or ARB Method 100. [District Rules 1081, 4305 and 4320] Federally Enforceable Through Title V Permit
30. Permittee shall maintain records of fuel hhv and cumulative annual fuel use for a period of five years and shall make such records readily available for District inspection upon request. [District Rule 2520, 9.4.2, 4305 and 4320] Federally Enforceable Through Title V Permit
31. The permittee shall monitor and record the stack concentration of NO<sub>x</sub>, CO, and O<sub>2</sub> at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

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32. If either the NOx or CO concentrations corrected to 3% O2, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
33. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
34. The permittee shall maintain records of: (1) the date and time of NOx, CO, and O2 measurements, (2) the O2 concentration in percent and the measured NOx and CO concentrations corrected to 3% O2, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
35. The portable analyzer shall be calibrated prior to each use with a two-point calibration method (zero and span). Calibration shall be performed with certified calibration gases. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
36. Emissions for this unit shall be calculated using the arithmetic mean, pursuant to District Rule 1081 (Amended December 16, 1993), of 3 thirty-minute test runs for NOx and CO. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
37. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this Authority to Construct shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
38. The EPA Regional Administrator shall be notified by telephone, facsimile, or electronic mail transmission within two (2) working days following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner, which results in an increase in emissions above any allowable emission limit stated in the condition below. In addition, the Regional Administrator shall be notified in writing within fifteen (15) days of any such failure. The notification shall include a description of the malfunctioning equipment or abnormal operation, the date of the initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the condition below, and the methods utilized to mitigate emissions and restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
39. The EPA Regional Administrator, the head of the State Air Pollution Control Agency, the head of the responsible local Air Pollution Control Agency, and/or their authorized representative, upon the presentation of credentials, shall be permitted: A. to enter the premises where the source is located or where any records are required to be kept under the terms and conditions of this Authority to Construct; and B. at reasonable times to have access to and copy any records required to be kept under the terms and conditions of this Authority to Construct; and C. to inspect any equipment, operation, or method required in this Authority to Construct; and D. to sample emissions from the source(s). [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

40. In the event of any changes in control or ownership of the facilities to be constructed, the Authority to Construct shall be binding on all subsequent owners and operators. The applicant shall notify the succeeding owner and operator of the existence of this Authority to Construct and its conditions by letter, a copy of which shall be forwarded to the EPA Regional Administrator and the State and local Air Pollution Control Agency. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
41. The provisions of this Authority to Construct are severable, and, if any provision of the Authority to Construct is held invalid, the remainder of this Authority to Construct shall not be affected thereby. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
42. The owner and operator of the proposed facility shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR Parts 52, 60, and 61 and all other applicable federal, state, and local air quality regulations. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
43. Permittee shall consume no more than 6290 barrels per day of oil on a daily maximum average and no more than 5700 barrels per day of oil on an annual average basis. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
44. The sulfur content of the fuel shall be no greater than 1.5% by weight on a daily maximum average and no greater than 1.5% by weight on an annual average basis, as determined by ASTM Methods D115-68, D129-64, or D151-64, or equivalent methods approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
45. The amount of fuel burned and the sulfur content of the fuel shall be recorded in a permanent record and shall be available for periodic inspection by the District, the California Air Resource Board, and the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
46. Permittee shall have installed operable scrubbers on the equipment. Exhaust gases from the generators shall be ducted through operable scrubbers. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
47. Permittee shall not discharge into the atmosphere SO<sub>2</sub> in excess of 0.063 lbs/MMBtu. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
48. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance tests for SO<sub>2</sub>, and furnish the District and the EPA a written report of the results of such tests. The tests for SO<sub>2</sub> shall be conducted on an annual basis. The performance tests shall be conducted for each scrubber required for the generator. [District Rule] Federally Enforceable Through Title V Permit
49. Permittee shall not discharge into the atmosphere NO<sub>x</sub> in excess of 0.277 lb/MMBtu (maximum 2-hour average). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
50. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance test for NO<sub>x</sub>, and furnish the District and the EPA written report of the results of such tests. The tests for NO<sub>x</sub> shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
51. Permittee shall install and operate ammonia injection equipment to control nitrogen oxide emissions on the steam generator. This condition may be amended if other control technologies are determined by EPA to satisfy BACT requirements, in accordance with the periodic BACT review procedure below. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
52. Permittee shall submit updated Best Available Control Technology (BACT) proposals every six months. Based on the information submitted and on other information which is available at that time, EPA may impose more stringent emission limits for NO<sub>x</sub>. In no event shall EPA set a higher emission limit for NO<sub>x</sub>. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
53. Performance tests for the emission of NO<sub>x</sub> and SO<sub>2</sub> shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources. The EPA shall be notified at least 30 days in advance of such test to allow an observer to be present. In lieu of the above mentioned test methods, equivalent methods may be used if approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

54. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
55. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
56. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
57. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SO<sub>x</sub> (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H<sub>2</sub>S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
58. During start-up and shutdown periods, emissions from the natural gas/vapor recovery gas-fired steam generator shall not exceed either of the following limits: 0.1 lb-NO<sub>x</sub>/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201]
59. Pursuant to Rule 4320, beginning in 2010 the operator shall pay an annual emission fee to the District for NO<sub>x</sub> emissions from this unit for the previous calendar year. Payments are due by July 1 of each year. Payments shall continue annually until either the unit is permanently removed from service in the District or the operator demonstrates compliance with the applicable NO<sub>x</sub> emission limit listed in Rule 4320. [District Rule 4320] Federally Enforceable Through Title V Permit
60. Permittee shall maintain records of annual heat input (MMBtu) for this unit on a calendar year basis. Such records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rules 1070 and Rule 4320] Federally Enforceable Through Title V Permit
61. This ATC shall be implemented concurrently with or subsequent to ATC S-1141-50-22. [District Rule 2201] Federally Enforceable Through Title V Permit





## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-51-25

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR C. E. NATCO NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR #99 (SN T-6718101-08, NB 130, DIS 20640-79) WITH A NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER WITH FLUE GAS RECIRCULATION (FGR) AND AN O2 ANALYZER/CONTROLLER: LIMIT NOX TO 9 PPMV @ 3% O2, CORRECT SOX LIMIT TO 0.00285 LB SOX/MMBTU FOR RULE 4320 COMPLIANCE AND CORRECT EQUIPMENT LOCATION

## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. This generator is permitted to operate at the following locations: Sections 17, 21 and 26 of Township 32S, Range 23E. [District Rule 2201] Federally Enforceable Through Title V Permit
4. All required source testing shall conform to the compliance testing procedures described in District Rule 1081. [District Rule 1081] Federally Enforceable Through Title V Permit
5. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

**YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT.** This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Sayed Sadredin, Executive Director / APCO



DAVID WARNER, Director of Permit Services

S-1141-51-25 : Jun 15 2010 11:51AM - RINALDIR : Joint Inspection NOT Required

6. The operator shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
7. Particulate matter emissions shall not exceed 0.1 grain/dscf, calculated to 12% CO<sub>2</sub>, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit
8. Emissions of sulfur compounds from this unit shall not exceed 200 lb per hour, calculated as SO<sub>2</sub>. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rule 2520, 9.3.2 and District Rule 4301, 5.2.1] Federally Enforceable Through Title V Permit
9. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
10. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory and EPA Method 19 to calculate emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
11. If the unit is fired on noncertified gaseous fuel and compliance with SO<sub>x</sub> emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3031, D 4084, D 3246 or grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
12. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.3.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
13. Nitrogen oxide (NO<sub>x</sub>) emissions shall not exceed 140 lb/hr, calculated as NO<sub>2</sub>. [District Rules 4301, 5.2.2 and 2520, 9.3.2] Federally Enforceable Through Title V Permit
14. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201, and 4301. A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
15. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
16. This unit is located west of interstate 5 in Kern county. Therefore, the requirements of District Rule 4351 (Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
17. If continuous operation oxygen analyzer/controller is utilized, excess O<sub>2</sub> shall be maintained between 0.5 and 3.0%. If not utilized, excess air shall be maintained at no less than 15%. [District Rule 2201] Federally Enforceable Through Title V Permit
18. Emission rates shall not exceed any of the following: PM<sub>10</sub>: 0.005 lb/MMBtu, SO<sub>x</sub> (as S): 0.00285 lb/MMBTU, VOC: 0.003 lb/MMBtu or CO: 25 ppmvd @ 3% O<sub>2</sub>. [District Rules 2201, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

19. Except during start-up and shutdown periods NOx emissions from the steam generator shall not exceed any of the following limits: 9 ppmvd NOx @ 3% O2 or 0.011 lb-NOx/MMBtu. [District Rule 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1 and 4320] Federally Enforceable Through Title V Permit
20. Emissions of NOx shall not exceed 54.0 lb/day. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
21. Source testing to measure NOx and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District Rule 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
22. Source testing to measure NOx and CO emissions from this unit while fired on natural gas shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
23. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
24. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
25. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
26. The following test methods shall be used: NOx (ppmv) - EPA Method 7E or ARB Method 100, NOx (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or ARB Method 100, and stack gas oxygen - EPA Method 3 or 3A or ARB Method 100. [District Rules 1081, 4305 and 4320] Federally Enforceable Through Title V Permit
27. Permittee shall maintain records of fuel hhv and cumulative annual fuel use for a period of five years and shall make such records readily available for District inspection upon request. [District Rule 2520, 9.4.2, 4305 and 4320] Federally Enforceable Through Title V Permit
28. The permittee shall monitor and record the stack concentration of NOx, CO, and O2 at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
29. If either the NOx or CO concentrations corrected to 3% O2, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
30. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

31. The permittee shall maintain records of: (1) the date and time of NO<sub>x</sub>, CO, and O<sub>2</sub> measurements, (2) the O<sub>2</sub> concentration in percent and the measured NO<sub>x</sub> and CO concentrations corrected to 3% O<sub>2</sub>, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
32. The portable analyzer shall be calibrated prior to each use with a two-point calibration method (zero and span). Calibration shall be performed with certified calibration gases. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
33. Emissions for this unit shall be calculated using the arithmetic mean, pursuant to District Rule 1081 (Amended December 16, 1993), of 3 thirty-minute test runs for NO<sub>x</sub> and CO. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
34. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this Authority to Construct shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
35. The EPA Regional Administrator shall be notified by telephone, facsimile, or electronic mail transmission within two (2) working days following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner, which results in an increase in emissions above any allowable emission limit stated in the condition below. In addition, the Regional Administrator shall be notified in writing within fifteen (15) days of any such failure. The notification shall include a description of the malfunctioning equipment or abnormal operation, the date of the initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the condition below, and the methods utilized to mitigate emissions and restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
36. The EPA Regional Administrator, the head of the State Air Pollution Control Agency, the head of the responsible local Air Pollution Control Agency, and/or their authorized representative, upon the presentation of credentials, shall be permitted: A. to enter the premises where the source is located or where any records are required to be kept under the terms and conditions of this Authority to Construct; and B. at reasonable times to have access to and copy any records required to be kept under the terms and conditions of this Authority to Construct; and C. to inspect any equipment, operation, or method required in this Authority to Construct; and D. to sample emissions from the source(s). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
37. In the event of any changes in control or ownership of the facilities to be constructed, the Authority to Construct shall be binding on all subsequent owners and operators. The applicant shall notify the succeeding owner and operator of the existence of this Authority to Construct and its conditions by letter, a copy of which shall be forwarded to the EPA Regional Administrator and the State and local Air Pollution Control Agency. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
38. The provisions of this Authority to Construct are severable, and, if any provision of the Authority to Construct is held invalid, the remainder of this Authority to Construct shall not be affected thereby. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
39. The owner and operator of the proposed facility shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR Parts 52, 60, and 61 and all other applicable federal, state, and local air quality regulations. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
40. Permittee shall consume no more than 6290 barrels per day of oil on a daily maximum average and no more than 5700 barrels per day of oil on an annual average basis. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
41. The sulfur content of the fuel shall be no greater than 1.5% by weight on a daily maximum average and no greater than 1.5% by weight on an annual average basis, as determined by ASTM Methods D115-68, D129-64, or D151-64, or equivalent methods approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
42. The amount of fuel burned and the sulfur content of the fuel shall be recorded in a permanent record and shall be available for periodic inspection by the District, the California Air Resource Board, and the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

43. Permittee shall have installed operable scrubbers on the equipment. Exhaust gases from the generators shall be ducted through operable scrubbers. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
44. Permittee shall not discharge into the atmosphere SO<sub>2</sub> in excess of 0.063 lbs/MMBtu. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
45. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance tests for SO<sub>2</sub>, and furnish the District and the EPA a written report of the results of such tests. The tests for SO<sub>2</sub> shall be conducted on an annual basis. The performance tests shall be conducted for each scrubber required for the generator. [District Rule] Federally Enforceable Through Title V Permit
46. Permittee shall not discharge into the atmosphere NO<sub>x</sub> in excess of 0.277 lb/MMBtu (maximum 2-hour average). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
47. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance test for NO<sub>x</sub>, and furnish the District and the EPA written report of the results of such tests. The tests for NO<sub>x</sub> shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
48. Permittee shall install and operate ammonia injection equipment to control nitrogen oxide emissions on the steam generator. This condition may be amended if other control technologies are determined by EPA to satisfy BACT requirements, in accordance with the periodic BACT review procedure below. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
49. Permittee shall submit updated Best Available Control Technology (BACT) proposals every six months. Based on the information submitted and on other information which is available at that time, EPA may impose more stringent emission limits for NO<sub>x</sub>. In no event shall EPA set a higher emission limit for NO<sub>x</sub>. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
50. Performance tests for the emission of NO<sub>x</sub> and SO<sub>2</sub> shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources. The EPA shall be notified at least 30 days in advance of such test to allow an observer to be present. In lieu of the above mentioned test methods, equivalent methods may be used if approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
51. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
52. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
53. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
54. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SO<sub>x</sub> (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H<sub>2</sub>S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

55. During a "shakedown" period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NO<sub>x</sub> emission rate shall not exceed 15 ppmvd @ 3% O<sub>2</sub> or 0.0182 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit
56. During start-up and shutdown periods, emissions from the natural gas/vapor recovery gas-fired steam generator shall not exceed either of the following limits: 0.1 lb-NO<sub>x</sub>/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201]



## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-51-26

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR C. E. NATCO NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR #99 (SN T-6718101-08, NB 130, DIS 20640-79) WITH A NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER WITH FLUE GAS RECIRCULATION (FGR) AND AN O2 ANALYZER/CONTROLLER: CORRECT SOX LIMIT TO 0.00285 LB SOX/MMBTU FOR RULE 4320 COMPLIANCE

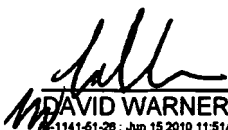
## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. This generator is permitted to operate at the following locations: Sections 17, 21 and 26 of Township 32S, Range 23E. [District Rule 2201] Federally Enforceable Through Title V Permit
4. All required source testing shall conform to the compliance testing procedures described in District Rule 1081. [District Rule 1081] Federally Enforceable Through Title V Permit
5. Copies of all fuel invoices, gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any noncertified fuel and record specific type of noncertified fuel used. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

### CONDITIONS CONTINUE ON NEXT PAGE

YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT. This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Director / APCO



DAVID WARNER, Director of Permit Services

S-1141-51-26 : Jun 15 2010 11:51AM - RINALDIR : Joint Inspection NOT Required

6. The operator shall maintain all records of required monitoring data and support information for inspection at any time for a period of five years. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
7. Particulate matter emissions shall not exceed 0.1 grain/dscf, calculated to 12% CO<sub>2</sub>, nor 10 lb/hr. [District Rules 4201, 3.1 and 4301, 5.1 and 5.2.3] Federally Enforceable Through Title V Permit
8. Emissions of sulfur compounds from this unit shall not exceed 200 lb per hour, calculated as SO<sub>2</sub>. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas or by testing the sulfur content of each fuel and determining the maximum hourly emissions of sulfur compounds by multiplying the sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by source testing in combination with fuel analysis. [District Rule 2520, 9.3.2 and District Rule 4301, 5.2.1] Federally Enforceable Through Title V Permit
9. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
10. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
11. If the unit is fired on noncertified gaseous fuel and compliance with SO<sub>x</sub> emission limits is achieved through fuel sulfur content limitations, then the sulfur content of the gaseous fuel being fired in the unit shall be determined using ASTM D 1072, D 3031, D 4084, D 3246 or grab sample analysis by GC-FPD/TCD or double GC performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
12. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.3.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
13. Nitrogen oxide (NO<sub>x</sub>) emissions shall not exceed 140 lb/hr, calculated as NO<sub>2</sub>. [District Rules 4301, 5.2.2 and 2520, 9.3.2] Federally Enforceable Through Title V Permit
14. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201, and 4301. A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
15. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
16. This unit is located west of interstate 5 in Kern county. Therefore, the requirements of District Rule 4351(Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
17. If continuous operation oxygen analyzer/controller is utilized, excess O<sub>2</sub> shall be maintained between 0.5 and 3.0%. If not utilized, excess air shall be maintained at no less than 15%. [District Rule 2201] Federally Enforceable Through Title V Permit
18. Emission rates shall not exceed any of the following: PM<sub>10</sub>: 0.005 lb/MMBtu, SO<sub>x</sub> (as S): 0.00285 lb/MMBTU, VOC: 0.003 lb/MMBtu or CO: 25 ppmvd @ 3% O<sub>2</sub>. [District Rules 2201, 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE



19. Except during start-up and shutdown periods NOx emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NOx @ 3% O2 or 0.0182 lb-NOx/MMBtu. [District Rule 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1 and 4320] Federally Enforceable Through Title V Permit
20. Emissions of NOx shall not exceed 54.0 lb/day. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
21. Source testing to measure NOx and CO emissions from this unit while fired on natural gas shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
22. Compliance demonstration (source testing) shall be by District witnessed, or authorized, sample collection by ARB certified testing laboratory. [District Rule 1081] Federally Enforceable Through Title V Permit
23. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified 30 days prior to any compliance source test, and a source test plan must be submitted for approval 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
24. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
25. The following test methods shall be used: NOx (ppmv) - EPA Method 7E or ARB Method 100, NOx (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or ARB Method 100, and stack gas oxygen - EPA Method 3 or 3A or ARB Method 100. [District Rules 1081, 4305 and 4320] Federally Enforceable Through Title V Permit
26. Permittee shall maintain records of fuel hhv and cumulative annual fuel use for a period of five years and shall make such records readily available for District inspection upon request. [District Rule 2520, 9.4.2, 4305 and 4320] Federally Enforceable Through Title V Permit
27. The permittee shall monitor and record the stack concentration of NOx, CO, and O2 at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
28. If either the NOx or CO concentrations corrected to 3% O2, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of performing the notification and testing required by this condition. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
29. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
30. The permittee shall maintain records of: (1) the date and time of NOx, CO, and O2 measurements, (2) the O2 concentration in percent and the measured NOx and CO concentrations corrected to 3% O2, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

31. The portable analyzer shall be calibrated prior to each use with a two-point calibration method (zero and span). Calibration shall be performed with certified calibration gases. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
32. Emissions for this unit shall be calculated using the arithmetic mean, pursuant to District Rule 1081 (Amended December 16, 1993), of 3 thirty-minute test runs for NO<sub>x</sub> and CO. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
33. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this Authority to Construct shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
34. The EPA Regional Administrator shall be notified by telephone, facsimile, or electronic mail transmission within two (2) working days following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner, which results in an increase in emissions above any allowable emission limit stated in the condition below. In addition, the Regional Administrator shall be notified in writing within fifteen (15) days of any such failure. The notification shall include a description of the malfunctioning equipment or abnormal operation, the date of the initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the condition below, and the methods utilized to mitigate emissions and restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
35. The EPA Regional Administrator, the head of the State Air Pollution Control Agency, the head of the responsible local Air Pollution Control Agency, and/or their authorized representative, upon the presentation of credentials, shall be permitted: A. to enter the premises where the source is located or where any records are required to be kept under the terms and conditions of this Authority to Construct; and B. at reasonable times to have access to and copy any records required to be kept under the terms and conditions of this Authority to Construct; and C. to inspect any equipment, operation, or method required in this Authority to Construct; and D. to sample emissions from the source(s). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
36. In the event of any changes in control or ownership of the facilities to be constructed, the Authority to Construct shall be binding on all subsequent owners and operators. The applicant shall notify the succeeding owner and operator of the existence of this Authority to Construct and its conditions by letter, a copy of which shall be forwarded to the EPA Regional Administrator and the State and local Air Pollution Control Agency. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
37. The provisions of this Authority to Construct are severable, and, if any provision of the Authority to Construct is held invalid, the remainder of this Authority to Construct shall not be affected thereby. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
38. The owner and operator of the proposed facility shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR Parts 52, 60, and 61 and all other applicable federal, state, and local air quality regulations. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
39. Permittee shall consume no more than 6290 barrels per day of oil on a daily maximum average and no more than 5700 barrels per day of oil on an annual average basis. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
40. The sulfur content of the fuel shall be no greater than 1.5% by weight on a daily maximum average and no greater than 1.5% by weight on an annual average basis, as determined by ASTM Methods D115-68, D129-64, or D151-64, or equivalent methods approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
41. The amount of fuel burned and the sulfur content of the fuel shall be recorded in a permanent record and shall be available for periodic inspection by the District, the California Air Resource Board, and the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
42. Permittee shall have installed operable scrubbers on the equipment. Exhaust gases from the generators shall be ducted through operable scrubbers. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
43. Permittee shall not discharge into the atmosphere SO<sub>2</sub> in excess of 0.063 lbs/MMBtu. [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

44. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance tests for SO<sub>2</sub>, and furnish the District and the EPA a written report of the results of such tests. The tests for SO<sub>2</sub> shall be conducted on an annual basis. The performance tests shall be conducted for each scrubber required for the generator. [District Rule] Federally Enforceable Through Title V Permit
45. Permittee shall not discharge into the atmosphere NO<sub>x</sub> in excess of 0.277 lb/MMBtu (maximum 2-hour average). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
46. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance test for NO<sub>x</sub>, and furnish the District and the EPA written report of the results of such tests. The tests for NO<sub>x</sub> shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
47. Permittee shall install and operate ammonia injection equipment to control nitrogen oxide emissions on the steam generator. This condition may be amended if other control technologies are determined by EPA to satisfy BACT requirements, in accordance with the periodic BACT review procedure below. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
48. Permittee shall submit updated Best Available Control Technology (BACT) proposals every six months. Based on the information submitted and on other information which is available at that time, EPA may impose more stringent emission limits for NO<sub>x</sub>. In no event shall EPA set a higher emission limit for NO<sub>x</sub>. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
49. Performance tests for the emission of NO<sub>x</sub> and SO<sub>2</sub> shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources. The EPA shall be notified at least 30 days in advance of such test to allow an observer to be present. In lieu of the above mentioned test methods, equivalent methods may be used if approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
50. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit
51. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
52. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rules 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
53. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SO<sub>x</sub> (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H<sub>2</sub>S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
54. During start-up and shutdown periods, emissions from the natural gas/vapor recovery gas-fired steam generator shall not exceed either of the following limits: 0.1 lb-NO<sub>x</sub>/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201]
55. Pursuant to Rule 4320, beginning in 2010 the operator shall pay an annual emission fee to the District for NO<sub>x</sub> emissions from this unit for the previous calendar year. Payments are due by July 1 of each year. Payments shall continue annually until either the unit is permanently removed from service in the District or the operator demonstrates compliance with the applicable NO<sub>x</sub> emission limit listed in Rule 4320. [District Rule 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

56. Permittee shall maintain records of annual heat input (MMBtu) for this unit on a calendar year basis. Such records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rules 1070 and Rule 4320] Federally Enforceable Through Title V Permit



## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-67-24

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**SECTION:** NE21 **TOWNSHIP:** 32S **RANGE:** 23E

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR C.E. NATCO NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR WITH A NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER WITH FGR AND AN O2 CONTROLLER (#121, SN T-6718101-04, NB 108, DIS 20639-79): LIMIT NOX TO 9 PPMV @ 3% O2 AND LIMIT SOX TO 5 GR-S/100 SCF FUEL ALL FOR RULE 4320 COMPLIANCE.

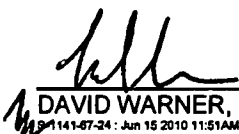
## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]
4. Sulfur compound emissions shall not exceed 0.2% by volume, 2000 ppmv, on a dry basis averaged over 15 consecutive minutes. [County Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus)] Federally Enforceable Through Title V Permit
5. Steam generator shall be equipped with the following operational instrumentation: fuel gas volume flowmeter. [District Rule 2201] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

YOU **MUST** NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT. This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Seyed Sadredin, Executive Director / APCO



DAVID WARNER, Director of Permit Services

6. Compliance with fuel sulfur limit(s) can be demonstrated either by monitoring sulfur content at location(s) after all fuel sources are combined prior to incineration, or by monitoring the sulfur content and volume of each fuel source and performing mass balance calculations. Records of monitoring locations, detected sulfur concentrations, and mass balance calculations, if necessary, shall be maintained and kept onsite and made readily available for District inspection upon request. [District Rule 1070]
7. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
8. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD for double GC performed in the laboratory and EPA Method 19 to calculate emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
9. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.4.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
10. Sulfur emissions shall not exceed 0.11 lb of sulfur per million BTU of heat input, averaged over 3 - one hour periods. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. Compliance may be demonstrated for this unit individually, or by showing that the total emissions of sulfur compounds from all steam generators located at the stationary source with ATC or PTO issued prior to September 12, 1979 does not exceed the emissions that would result if each unit was operating in compliance with the specified limit. [Kern County Rule 424 and District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
11. Emissions from the steam generator shall not exceed any of the following limits: 0.014 lb-PM<sub>10</sub>/MMBtu, or 0.003 lb-VOC/MMBtu. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
12. Except during start-up and shutdown periods emissions from the steam generator shall not exceed any of the following limits: 9 ppmvd NO<sub>x</sub> @ 3% O<sub>2</sub> or 0.011 lb-NO<sub>x</sub>/MMBtu or 51 ppmvd CO @ 3% O<sub>2</sub> or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1 and 4320] Federally Enforceable Through Title V Permit
13. The combined sulfur content of all fuels supplied to this steam generator shall not exceed 5.0 gr S/100 scf. [District Rules 2201, 4406, and 4320] Federally Enforceable Through Title V Permit
14. During a "shakedown" period not to exceed 60 calendar days from initial operation of the modifications authorized by this ATC, NO<sub>x</sub> emission rate shall not exceed 15 ppmvd @ 3% O<sub>2</sub> or 0.0182 lb/MMBtu. The shakedown period shall be concluded prior to the applicable Rule 4320 compliance deadline selected for this unit. Permittee shall maintain a record of the date of initial operation and shall make such records readily available for District inspection upon request. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit
15. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO<sub>x</sub>/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
16. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

17. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25, 3.22 and 4320] Federally Enforceable Through Title V Permit
18. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 54.0 lb-NOx/day, 6,023 lb-NOx/year, 56.3 lb-CO/day, and 20,531 lb-CO/year. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
19. Source testing to measure NOx and CO emissions from this unit shall be conducted within 60 days of initial start-up. [District Rules 2201, 4305, 4306, and 4320] Federally Enforceable Through Title V Permit
20. Source testing to measure NOx and CO emissions from this unit shall be conducted at least once every twelve (12) months. After demonstrating compliance on two (2) consecutive annual source tests, the unit shall be tested not less than once every thirty-six (36) months. If the result of the 36-month source test demonstrates that the unit does not meet the applicable emission limits, the source testing frequency shall revert to at least once every twelve (12) months. [District Rules 4305, 6.3.1, 4306, 6.3.1 and 4320] Federally Enforceable Through Title V Permit
21. Source testing shall be conducted using the methods and procedures approved by the District. The District must be notified at least 30 days prior to any compliance source test, and a source test plan must be submitted for approval at least 15 days prior to testing. [District Rule 1081] Federally Enforceable Through Title V Permit
22. The source test plan shall identify which basis (ppmv or lb/MMBtu) will be used to demonstrate compliance. [District Rules 4305, 5.5.1, 4306, 5.5.1 and 4320] Federally Enforceable Through Title V Permit
23. NOx emissions for source test purposes shall be determined using EPA Method 7E or ARB Method 100 on a ppmv basis, or EPA Method 19 on a heat input basis. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
24. CO emissions for source test purposes shall be determined using EPA Method 10 or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
25. Stack gas oxygen (O2) shall be determined using EPA Method 3 or 3A or ARB Method 100. [District Rules 4305, 6.2, 4306, 6.2 and 4320] Federally Enforceable Through Title V Permit
26. All required source testing shall conform to the compliance testing procedures described in District Rule 1081 (Last Amended December 16, 1993). [District Rule 1081 and County Rules 108 (Kings), 108.1 (Fresno, Merced, San Joaquin, Tulare, Kern, and Stanislaus), and 110 (Madera)] Federally Enforceable Through Title V Permit
27. For emissions source testing, the arithmetic average of three 30-consecutive-minute test runs shall apply. If two of three runs are above an applicable limit the test cannot be used to demonstrate compliance with an applicable limit. [District Rules 4305, 5.5.5, 4306, 5.5.5 and 4320] Federally Enforceable Through Title V Permit
28. The results of each source test shall be submitted to the District within 60 days thereafter. [District Rule 1081] Federally Enforceable Through Title V Permit
29. If the steam generator is fired on PUC-regulated natural gas, then the permittee shall maintain on file copies of all natural gas bills or fuel throughput records for a period of five years. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
30. If the steam generator is not fired on PUC-regulated natural gas, then the sulfur content of the fuel gas being fired in the steam generator shall be determined using ASTM D 1072, D 3031, D 6228, D 4084, D 3246, double GC for H2S and mercaptans, or grab sample analysis by GC-FPD/TCD performed in the laboratory. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
31. If the steam generator is not fired on PUC-regulated natural gas, the sulfur content of each fuel source shall be tested weekly except that if compliance with the fuel sulfur content limit has been demonstrated for 8 consecutive weeks for a fuel source, then the testing frequency shall be quarterly. If a test shows noncompliance with the sulfur content requirement, the source must return to weekly testing until eight consecutive weeks show compliance. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

32. The permittee shall monitor and record the stack concentration of NO<sub>x</sub>, CO, and O<sub>2</sub> at least once every month (in which a source test is not performed) using a portable emission monitor that meets District specifications. Monitoring shall not be required if the unit is not in operation, i.e. the unit need not be started solely to perform monitoring. Monitoring shall be performed within 5 days of restarting the unit unless monitoring has been performed within the last month. [District Rules 4305, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
33. If either the NO<sub>x</sub> or CO concentrations corrected to 3% O<sub>2</sub>, as measured by the portable analyzer, exceed the allowable emissions concentration, the permittee shall return the emissions to within the acceptable range as soon as possible, but no longer than 1 hour of operation after detection. If the portable analyzer readings continue to exceed the allowable emissions concentration after 1 hour of operation after detection, the permittee shall notify the District within the following 1 hour and conduct a certified source test within 60 days of the first exceedance. In lieu of conducting a source test, the permittee may stipulate a violation has occurred, subject to enforcement action. The permittee must then correct the violation, show compliance has been re-established, and resume monitoring procedures. If the deviations are the result of a qualifying breakdown condition pursuant to Rule 1100, the permittee may fully comply with Rule 1100 in lieu of the performing the notification and testing required by this condition. [District Rules 4305, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
34. All alternate monitoring parameter emission readings shall be taken with the unit operating either at conditions representative of normal operations or conditions specified in the permit-to-operate. The analyzer shall be calibrated, maintained, and operated in accordance with the manufacturer's specifications and recommendations or a protocol approved by the APCO. Emission readings taken shall be averaged over a 15 consecutive-minute period by either taking a cumulative 15 consecutive-minute sample reading or by taking at least five (5) readings, evenly spaced out over the 15 consecutive-minute period. [District Rules 4305, 5.4, 4306, 5.4 and 4320] Federally Enforceable Through Title V Permit
35. All emissions measurements shall be made with the unit operating either at conditions representative of normal operations or conditions specified in the Permit to Operate. No determination of compliance shall be established within two hours after a continuous period in which fuel flow to the unit is shut off for 30 minutes or longer, or within 30 minutes after a re-ignition as defined in Section 3.0 of District Rule 4320. [District Rules 4305, 5.5.2, 4306, 5.5.2 and 4320] Federally Enforceable Through Title V Permit
36. The permittee shall maintain records of: (1) the date and time of NO<sub>x</sub>, CO, and O<sub>2</sub> measurements, (2) the O<sub>2</sub> concentration in percent and the measured NO<sub>x</sub> and CO concentrations corrected to 3% O<sub>2</sub>, (3) make and model of exhaust gas analyzer, (4) exhaust gas analyzer calibration records, and (5) a description of any corrective action taken to maintain the emissions within the acceptable range. [District Rules 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit
37. Copies of all gas purchase contracts, supplier certifications, and test results to determine compliance with the conditions of this permit shall be maintained. The operator shall record daily amount and type(s) of fuel(s) combusted and all dates on which unit is fired on any non-certified fuel. [District Rule 2520, 9.3.2] Federally Enforceable Through Title V Permit
38. Permittee shall measure and record, at least monthly, the sulfur content and BTU content of the TEOR gas incinerated in this unit. [District Rules 2201 and 4406] Federally Enforceable Through Title V Permit
39. Permittee shall measure and record the fuel gas sulfur content and BTU content at the time of NO<sub>x</sub> testing, except for natural gas purchased from a PUC regulated utility. [District Rule 2201 and 4406] Federally Enforceable Through Title V Permit
40. Permittee shall maintain with the permit a current listing of all thermally enhanced well vent control systems providing TEOR vapors to this steam generator and shall make such listing readily available for District inspection upon request [District Rule 2201] Federally Enforceable Through Title V Permit
41. Permittee shall maintain daily records of volume of fuel gas burned, TEOR gas incinerated, and permit number(s) of TEOR systems providing gas for incineration. [District Rule 2201] Federally Enforceable Through Title V Permit
42. All records shall be maintained and retained on-site for a minimum of five (5) years, and shall be made available for District inspection upon request. [District Rules 1070, 4305, 6.1, 4306, 6.1 and 4320] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE



43. Compliance with permit conditions in the Title V permit shall be deemed compliance with the following requirements: SJVUAPCD Rules 4201 (Amended December 17, 1992), and 4301 (Amended December 17, 1992). A permit shield is granted from these requirements. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
44. This unit commenced construction, modification, or reconstruction prior to June 19, 1984. This unit has not been used to produce electricity for sale in 1985 or on or after November 15, 1990. Therefore, the requirements of 40 CFR 72.6(b) and 40 CFR 60.40c do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
45. This unit is located west of interstate 5 in Kern county. Therefore, the requirements of District Rule 4351 (Amended October 19, 1995) do not apply to this source. A permit shield is granted from this requirement. [District Rule 2520, 13.2] Federally Enforceable Through Title V Permit
46. All equipment, facilities, and systems installed or used to achieve compliance with the terms and conditions of this Authority to Construct shall at all times be maintained in good working order and be operated as efficiently as possible so as to minimize air pollutant emissions. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
47. The EPA Regional Administrator shall be notified by telephone, facsimile, or electronic mail transmission within two (2) working days following any failure of air pollution control equipment, process equipment, or of a process to operate in a normal manner, which results in an increase in emissions above any allowable emission limit stated in the condition below. In addition, the Regional Administrator shall be notified in writing within fifteen (15) days of any such failure. The notification shall include a description of the malfunctioning equipment or abnormal operation, the date of the initial failure, the period of time over which emissions were increased due to the failure, the cause of the failure, the estimated resultant emissions in excess of those allowed under the condition below, and the methods utilized to mitigate emissions and restore normal operations. Compliance with this malfunction notification provision shall not excuse or otherwise constitute a defense to any violations of this permit or of any law or regulations which such malfunction may cause. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
48. The EPA Regional Administrator, the head of the State Air Pollution Control Agency, the head of the responsible local Air Pollution Control Agency, and/or their authorized representative, upon the presentation of credentials, shall be permitted: A. to enter the premises where the source is located or where any records are required to be kept under the terms and conditions of this Authority to Construct; and B. at reasonable times to have access to and copy any records required to be kept under the terms and conditions of this Authority to Construct; and C. to inspect any equipment, operation, or method required in this Authority to Construct; and D. to sample emissions from the source(s). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
49. In the event of any changes in control or ownership of the facilities to be constructed, the Authority to Construct shall be binding on all subsequent owners and operators. The applicant shall notify the succeeding owner and operator of the existence of this Authority to Construct and its conditions by letter, a copy of which shall be forwarded to the EPA Regional Administrator and the State and local Air Pollution Control Agency. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
50. The provisions of this Authority to Construct are severable, and, if any provision of the Authority to Construct is held invalid, the remainder of this Authority to Construct shall not be affected thereby. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
51. The owner and operator of the proposed facility shall construct and operate the proposed stationary source in compliance with all other applicable provisions of 40 CFR Parts 52, 60, and 61 and all other applicable federal, state, and local air quality regulations. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
52. Permittee shall consume no more than 6,290 barrels per day of oil on a daily maximum average and no more than 5,700 barrels per day of oil on an annual average basis. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
53. The sulfur content of the fuel shall be no greater than 1.5% by weight on a daily maximum average and no greater than 1.5% by weight on an annual average basis, as determined by ASTM Methods D115-68, D129-64, or D151-64, or equivalent methods approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
54. The amount of fuel burned and the sulfur content of the fuel shall be recorded in a permanent record and shall be available for periodic inspection by the District, the California Air Resource Board, and the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit

CONDITIONS CONTINUE ON NEXT PAGE

55. Permittee shall have installed an operable scrubber on the equipment. Exhaust gases from the generator shall be ducted through an operable scrubber. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
56. Permittee shall not discharge into the atmosphere SO<sub>2</sub> in excess of 0.063 lbs/MMBtu. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
57. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance tests for SO<sub>2</sub>, and furnish the District and the EPA a written report of the results of such tests. The tests for SO<sub>2</sub> shall be conducted on an annual basis. The performance tests shall be conducted for each scrubber required for the generator. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
58. Permittee shall not discharge into the atmosphere NO<sub>x</sub> in excess of 0.277 lb/MMBtu (maximum 2-hour average). [PSD SJ 78-17] Federally Enforceable Through Title V Permit
59. Within 60 days after achieving the maximum production rate of the proposed facility, but not later than 180 days after initial start-up of this facility (as defined in 40 CFR 60.2(o)), and at such other times as specified by the EPA, permittee shall conduct performance test for NO<sub>x</sub>, and furnish the District and the EPA written report of the results of such tests. The tests for NO<sub>x</sub> shall be conducted on an annual basis and at the maximum operating capacity of the facilities being tested. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
60. Permittee shall install and operate ammonia injection equipment to control nitrogen oxide emissions on the steam generator. This condition may be amended if other control technologies are determined by EPA to satisfy BACT requirements, in accordance with the periodic BACT review procedure below. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
61. Permittee shall submit updated Best Available Control Technology (BACT) proposals every six months. Based on the information submitted and on other information which is available at that time, EPA may impose more stringent emission limits for NO<sub>x</sub>. In no event shall EPA set a higher emission limit for NO<sub>x</sub>. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
62. Performance tests for the emission of NO<sub>x</sub> and SO<sub>2</sub> shall be conducted and results reported in accordance with the methods set forth in Parts 60.8 and 60.46 of the Standards of Performance for New Sources. The EPA shall be notified at least 30 days in advance of such test to allow an observer to be present. In lieu of the above mentioned test methods, equivalent methods may be used if approved by the EPA. [PSD SJ 78-17] Federally Enforceable Through Title V Permit
63. The following test methods shall be used: NO<sub>x</sub> (ppmv) - EPA Method 7E or ARB Method 100, NO<sub>x</sub> (lb/MMBtu) - EPA Method 19, CO (ppmv) - EPA Method 10 or 10B or ARB Method 100, stack gas oxygen - EPA Method 3 or 3A or ARB Method 100, SO<sub>x</sub> (lb/MMBtu) - ARB Method 100 or EPA Method 6, 6C or fuel gas sulfur content analysis and EPA Method 19, fuel gas sulfur content - EPA Method 11 or 15, ASTM D3246 or double GC for H<sub>2</sub>S and mercaptans performed in a laboratory, fuel gas hhv - ASTM D1826 or D1945 in conjunction with ASTM D3588. [District Rules 4305, 4306 and 4320] Federally Enforceable Through Title V Permit
64. This Authority to Construct shall be implemented according to the date proposed in the District Approved Rule 4320 Emission Control Plan. [District Rule 4320] Federally Enforceable Through Title V Permit



## AUTHORITY TO CONSTRUCT

**PERMIT NO:** S-1141-67-25

**ISSUANCE DATE:** 06/15/2010

**LEGAL OWNER OR OPERATOR:** CHEVRON USA INC  
**MAILING ADDRESS:** PO BOX 1392  
BAKERSFIELD, CA 93302

**LOCATION:** HEAVY OIL WESTERN STATIONARY SOURCE  
CA

**SECTION:** NE21 **TOWNSHIP:** 32S **RANGE:** 23E

**EQUIPMENT DESCRIPTION:**

MODIFICATION OF 62.5 MMBTU/HR C.E. NATCO NATURAL GAS/TEOR GAS-FIRED STEAM GENERATOR WITH A NORTH AMERICAN MAGNA-FLAME GLE ULTRA-LOW NOX BURNER WITH FGR AND AN O2 CONTROLLER (#121, SN T-6718101-04, NB 108, DIS 20639-79): LIMIT SOX TO 5 GR-S/100 SCF FUEL ALL FOR RULE 4320 COMPLIANCE.

## CONDITIONS

1. This Authority to Construct serves as a written certificate of conformity with the procedural requirements of 40 CFR 70.7 and 70.8 and with the compliance requirements of 40 CFR 70.6(c). [District NSR Rule] Federally Enforceable Through Title V Permit
2. Prior to operating with modifications authorized by this Authority to Construct, the facility shall submit an application to modify the Title V permit with an administrative amendment in accordance with District Rule 2520 Section 5.3.4. [District Rule 2520, 5.3.4] Federally Enforceable Through Title V Permit
3. Particulate matter emissions shall not exceed 0.1 grains/dscf in concentration. [District Rule 4201]
4. Sulfur compound emissions shall not exceed 0.2% by volume, 2000 ppmv, on a dry basis averaged over 15 consecutive minutes. [County Rules 404 (Madera), 406 (Fresno), and 407 (Kings, Merced, San Joaquin, Tulare, Kern, and Stanislaus)] Federally Enforceable Through Title V Permit
5. Steam generator shall be equipped with the following operational instrumentation: fuel gas volume flowmeter. [District Rule 2201] Federally Enforceable Through Title V Permit

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**YOU MUST NOTIFY THE DISTRICT COMPLIANCE DIVISION AT (661) 392-5500 WHEN CONSTRUCTION IS COMPLETED AND PRIOR TO OPERATING THE EQUIPMENT OR MODIFICATIONS AUTHORIZED BY THIS AUTHORITY TO CONSTRUCT.** This is NOT a PERMIT TO OPERATE. Approval or denial of a PERMIT TO OPERATE will be made after an inspection to verify that the equipment has been constructed in accordance with the approved plans, specifications and conditions of this Authority to Construct, and to determine if the equipment can be operated in compliance with all Rules and Regulations of the San Joaquin Valley Unified Air Pollution Control District. Unless construction has commenced pursuant to Rule 2050, this Authority to Construct shall expire and application shall be cancelled two years from the date of issuance. The applicant is responsible for complying with all laws, ordinances and regulations of all other governmental agencies which may pertain to the above equipment.

Sayed Sadredin, Executive Director / APCO

  
DAVID WARNER, Director of Permit Services  
S-1141-67-25 : Jun 15 2010 11:51AM - RINALDIR : Joint Inspection NOT Required

6. Compliance with fuel sulfur limit(s) can be demonstrated either by monitoring sulfur content at location(s) after all fuel sources are combined prior to incineration, or by monitoring the sulfur content and volume of each fuel source and performing mass balance calculations. Records of monitoring locations, detected sulfur concentrations, and mass balance calculations, if necessary, shall be maintained and kept onsite and made readily available for District inspection upon request. [District Rule 1070]
7. When complying with sulfur emission limits by fuel analysis or by a combination of source testing and fuel analysis, each fuel source shall be tested weekly for sulfur content and higher heating value. If compliance with the fuel sulfur content limit and sulfur emission limits has been demonstrated for 8 consecutive weeks for a fuel source, then the fuel testing frequency shall be semi-annually. If a semi-annual fuel content source test fails to show compliance, weekly testing shall resume. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
8. When complying with SO<sub>x</sub> emission limits by testing of stack emissions, testing shall be performed not less than once every 12 months using EPA Method 6B; or Method 8 or ARB Method 1-100; or, for units using gaseous fuel scrubbed for sulfur pre-combustion, a grab sample analysis by GC-FPD/TCD for double GC performed in the laboratory and EPA Method 19 to calculated emissions. Gaseous fuel fired units demonstrating compliance on two consecutive annual source tests shall be tested not less than once every thirty-six months; however, annual source testing shall resume if any test fails to show compliance. [District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
9. If fuel analysis is used to demonstrate compliance with conditions of this permit, the fuel higher heating value for each fuel shall be certified by a third party fuel supplier or determined by: ASTM D 1945 in conjunction with ASTM D 3588 for gaseous fuels. [District Rule 2520, 9.4.2, 4305, 6.2.1 and 4320] Federally Enforceable Through Title V Permit
10. Sulfur emissions shall not exceed 0.11 lb of sulfur per million BTU of heat input, averaged over 3 - one hour periods. Compliance with this requirement may be demonstrated by firing the unit only on PUC or FERC regulated natural gas; multiplying the reported sulfur content of each fuel in lb/MMBtu by the maximum heat input rating of the unit; or by a combination of source testing for sulfur compounds and fuel analysis. Compliance may be demonstrated for this unit individually, or by showing that the total emissions of sulfur compounds from all steam generators located at the stationary source with ATC or PTO issued prior to September 12, 1979 does not exceed the emissions that would result if each unit was operating in compliance with the specified limit. [Kern County Rule 424 and District Rule 2520, 9.4.2] Federally Enforceable Through Title V Permit
11. Emissions from the steam generator shall not exceed any of the following limits: 0.014 lb-PM<sub>10</sub>/MMBtu, or 0.003 lb-VOC/MMBtu. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit
12. Except during start-up and shutdown periods emissions from the steam generator shall not exceed any of the following limits: 15 ppmvd NO<sub>x</sub> @ 3% O<sub>2</sub> or 0.0182 lb-NO<sub>x</sub>/MMBtu or 51 ppmvd CO @ 3% O<sub>2</sub> or 0.0375 lb-CO/MMBtu. [District Rules 2201, 4301, 5.2, 4305, 5.1, 4306, 5.1 and 4320] Federally Enforceable Through Title V Permit
13. During start-up and shutdown periods emissions from the steam generator shall not exceed either of the following limits: 0.1 lb-NO<sub>x</sub>/MMBtu or 0.084 lb-CO/MMBtu. [District Rule 2201] Federally Enforceable Through Title V Permit
14. The combined sulfur content of all fuels supplied to this steam generator shall not exceed 5.0 gr S/100 scf. [District Rules 2201, 4406, and 4320] Federally Enforceable Through Title V Permit
15. Duration of start-up or shutdown shall not exceed two hours each per occurrence. During start-up or shutdown, the emissions control system shall be in operation, and emissions shall be minimized insofar as technologically possible. Permittee shall maintain records of duration of each start-up and shutdown that exceeds two hours. [District Rules 4305, 5.5.6, 4306, 5.3 and 4320] Federally Enforceable Through Title V Permit
16. Start-up is defined as the period of time during which a unit is brought from a shutdown status to its operating temperature and pressure, including the time required by the unit's emission control system to reach full operation. Shutdown is defined as the period of time during which a unit is taken from an operational to a non-operational status by allowing it to cool down from its operating temperature to ambient temperature as the fuel supply to the unit is completely turned off. [District Rule 4306, 3.25, 3.22 and 4320] Federally Enforceable Through Title V Permit
17. Maximum emissions from the steam generator, including start-up and shutdown, shall not exceed any of the following limits: 54.0 lb-NO<sub>x</sub>/day, 9,965 lb-NO<sub>x</sub>/year, 56.3 lb-CO/day, and 20,531 lb-CO/year. [District Rule 2201 and 4320] Federally Enforceable Through Title V Permit

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